

## DEPARTMENT OF DEFENSE—MILITARY

### MILITARY PERSONNEL

#### ACTIVE AND RESERVE FORCES

These appropriations finance the personnel costs of the active, reserve, and guard forces of the Army, Navy, Air Force, and Marine Corps. They include pay and allowances of officers, enlisted personnel, cadets and midshipmen, permanent change of station travel, inactive duty and active duty training, accruing retirement and health benefits, enlistment, reenlistment and affiliation bonuses, special and incentive pays, and other personnel costs. Over the past two years, significant pay increases, coupled with new requirements to accrue funds for future health benefits, have significantly increased the requirements of these appropriations. In addition, funding previously shown separately in Guard and Reserve accounts is now included in the accounts previously used only for active duty forces.

The request includes funding for a series of military pay increases, from 2.0% to 6.3%, depending on rank and length of service. It does not include approximately \$23.1 million in funding for personnel related legislative initiatives, identified as legislative proposals and shown in separate schedules below. With the increase, base military salaries will average more than \$37,000 for enlisted personnel and more than \$75,000 for officers, exceeding the average salaries of their civilian counterparts with similar education levels.

Also displayed in these accounts are the amounts which would be required to finance the health care costs of non-medicare eligible military retirees. No funding is requested for this purpose. More information about this proposal can be found in the Defense health section.

#### ACTIVE FORCES

	YEAR-END NUMBER		
	2002 actual	2003 est.	2004 est.
Defense total	1,411,634	1,389,700	1,388,100
Officers .....	222,954	217,950	217,920
Enlisted .....	1,176,161	1,159,650	1,158,080
Academy cadets and midshipmen .....	12,519	12,100	12,100
Army	486,542	480,000	480,000
Officers .....	78,158	76,496	76,724
Enlisted .....	404,304	399,404	399,176
Military Academy cadets .....	4,080	4,100	4,100
Navy	383,108	375,700	373,800
Officers .....	54,476	53,866	53,608
Enlisted .....	324,351	317,834	316,192
Naval Academy midshipmen .....	4,281	4,000	4,000
Marine Corps	173,733	175,000	175,000
Officers .....	18,288	18,088	18,088
Enlisted .....	155,445	156,912	156,912
Air Force	368,251	359,000	359,300
Officers .....	72,032	69,500	69,500
Enlisted .....	292,061	285,500	285,800
Air Force Academy cadets .....	4,158	4,000	4,000

### RESERVE FORCES

The number of National Guard and Reserve personnel estimated to participate in the Selected Reserve training programs and the number of full-time active duty military personnel provided for are summarized in the following table.

	YEAR-END NUMBER		
	2002 actual	2003 est.	2004 est.
Defense total	874,330	864,702	863,100
Trained inactive duty .....	750,951	742,362	739,487
Training pipeline .....	56,996	53,380	53,408
Full-time active duty .....	66,383	68,960	70,205
Army Reserve	206,682	205,000	205,000
Trained inactive duty .....	177,786	176,981	176,662
Training pipeline .....	15,490	13,949	13,964
Full-time active duty .....	13,406	14,070	14,374
Navy Reserve	87,958	87,944	85,900
Trained inactive duty .....	73,140	73,142	71,426
Training pipeline .....	2	60	90
Full-time active duty .....	14,816	14,742	14,384
Marine Corps Reserve	39,905	39,558	39,600
Trained inactive duty .....	34,524	34,280	34,322
Training pipeline .....	3,087	3,017	3,017
Full-time active duty .....	2,294	2,261	2,261
Air Force Reserve	76,632	75,600	75,800
Trained inactive duty .....	72,510	72,645	72,673
Training pipeline .....	2,674	1,457	1,467
Full-time active duty .....	1,448	1,498	1,660
Army National Guard	351,078	350,000	350,000
Trained inactive duty .....	296,248	293,734	292,645
Training pipeline .....	31,491	31,604	31,969
Full-time active duty .....	23,339	24,662	25,386
Air National Guard	112,075	106,600	107,000
Trained inactive duty .....	96,743	91,580	91,959
Training pipeline .....	4,252	3,293	2,901
Full-time active duty .....	11,080	11,727	12,140

The Reserve Officers' Training Corps program provides training for reserve and regular officer candidates who have enrolled in the course while attending a college at which an ROTC unit has been established. College graduates who satisfactorily complete the advanced course of the program are commissioned and may be ordered to active duty for a minimum of 3 years.

The Reserve Officers' Training Corps Vitalization Act of 1964, as amended, authorizes a limited number of scholarships for ROTC students on a competitive basis. Successful candidates for the scholarships generally serve a minimum period of 4 years on active duty upon graduation and appointment as a commissioned officer. A number of scholarship recipients will fulfill their entire obligation in the Reserve components.

The Armed Forces health professions scholarship program provides a source of active duty commissioned officers for the various health professions.

The numbers of commissioned officers graduated from these programs are summarized below:

	2002 actual	2003 est.	2004 est.
<b>ROTC:</b>			
Army .....	2,287	2,265	2,680
Navy .....	1,050	1,050	1,050
Air Force .....	2,440	2,200	2,500
Total .....	5,777	5,515	6,230
<b>Marine Corps officer candidates</b>			
Total .....	175	175	175
<b>Health Professions scholarship:</b>			
Army .....	399	391	401
Navy .....	453	398	284
Air Force .....	319	410	335
Total .....	1,171	1,199	1,020

### Federal Funds

#### General and special funds:

##### MILITARY PERSONNEL, ARMY

For pay, allowances, individual clothing, subsistence, interest on deposits, gratuities, travel and related expenses, permanent change of station travel (including all expenses thereof for organizational movements), and expenses of temporary duty travel between permanent duty stations, for members of the Army on active duty, [(except members of reserve components provided for elsewhere)] *personnel of the Army National Guard and Army Reserve on active duty under 10 U.S.C. 10211, 10302, 12402 and 3038 or 32 U.S.C. 708, or while serving on active duty under 10 U.S.C. 12301(d) or 32 U.S.C. 502(f), in connection with performing duty specified in 10 U.S.C. 12310(a), or while undergoing training, or while performing drills or equivalent duty or other duty, cadets, [and] aviation cadets, and members of the Reserve Officers' Training Corps; for expenses authorized by 10 U.S.C. 16131; and for payments pursuant to section 156 of Public Law 97-377, as amended (42 U.S.C. 402 note), and to the Department of Defense Military Retirement Fund, [\$26,855,017,000], \$37,386,380,000 (10 U.S.C. 701-04, 744, 956, 1035, 1037, 1047-49, 1212, 1475-80, 2389, 2421, 2634, 3687, 4561, 4562, 4741; chapters 3, 5, 7, and 9 of title 37, United States Code; Department of Defense Appropriations Act, 2003.)*

#### Program and Financing (in millions of dollars)

Identification code 21-2010-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Pay and allowances of officers .....	7,042	7,120	7,547
00.02 Pay and allowances of enlisted personnel .....	15,526	16,983	18,150
00.03 Pay and allowances of cadets .....	43	47	50
00.04 Subsistence of enlisted personnel .....	1,394	1,422	1,374
00.05 Permanent change of station travel .....	1,189	1,141	1,061
00.06 Other military personnel costs .....	189	120	107
00.07 Reserve personnel .....			3,586
00.08 National guard personnel .....			5,512
09.01 Reimbursable program .....	203	696	411
10.00 Total new obligations .....	25,586	27,531	37,798
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	25,472	27,531	37,798
22.22 Unobligated balance transferred from other accounts .....	113		
23.90 Total budgetary resources available for obligation .....	25,585	27,531	37,798
23.95 Total new obligations .....	-25,586	-27,531	-37,798
<b>New budget authority (gross), detail:</b>			
<b>Discretionary:</b>			
40.00 Appropriation .....	23,708	26,755	37,227
42.00 Transferred from other accounts .....	1,556	59	
43.00 Appropriation (total discretionary) .....	25,264	26,814	37,227
<b>Mandatory:</b>			
60.00 Appropriation .....	5	20	160
<b>Spending authority from offsetting collections:</b>			
<b>Discretionary:</b>			
68.00 Offsetting collections (cash) .....	119	696	411

68.10	Change in uncollected customer payments from Federal sources (unexpired) .....	84		
68.90	Spending authority from offsetting collections (total discretionary) .....	203	696	411
70.00	Total new budget authority (gross) .....	25,472	27,531	37,798
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	2,092	1,633	2,042
73.10	Total new obligations .....	25,586	27,531	37,798
73.20	Total outlays (gross) .....	-25,708	-27,122	-37,134
73.40	Adjustments in expired accounts (net) .....	-450		
74.00	Change in uncollected customer payments from Federal sources (unexpired) .....	-84		
74.10	Change in uncollected customer payments from Federal sources (expired) .....	198		
74.40	Obligated balance, end of year .....	1,633	2,042	2,708
<b>Outlays (gross), detail:</b>				
86.90	Outlays from new discretionary authority .....	24,264	26,142	35,739
86.93	Outlays from discretionary balances .....	1,440	960	1,242
86.97	Outlays from new mandatory authority .....	4	19	152
86.98	Outlays from mandatory balances .....			1
87.00	Total outlays (gross) .....	25,708	27,122	37,134
<b>Offsets:</b>				
<b>Against gross budget authority and outlays:</b>				
<b>Offsetting collections (cash) from:</b>				
88.00	Federal sources .....	-43	-664	-377
88.40	Offsetting collections, Non-Federal sources, Other .....	-76	-32	-34
88.90	Total, offsetting collections (cash) .....	-119	-696	-411
<b>Against gross budget authority only:</b>				
88.95	Change in uncollected customer payments from Federal sources (unexpired) .....	-84		
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	25,269	26,834	37,387
90.00	Outlays .....	25,589	26,425	36,723
<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>				
99.00	Budget authority .....			2,091
99.01	Outlays .....			2,091
<b>Summary of Budget Authority and Outlays</b>				
(in millions of dollars)				
Enacted/requested:	2002 actual	2003 est.	2004 est.	
Budget Authority .....	25,269	26,834	37,387	
Outlays .....	25,589	26,425	36,723	
<b>Legislative proposal, not subject to PAYGO:</b>				
Budget Authority .....				2
Outlays .....				2
Total:				
Budget Authority .....	25,269	26,834	37,389	
Outlays .....	25,589	26,425	36,725	
<b>Object Classification (in millions of dollars)</b>				
Identification code 21-2010-0-1-051	2002 actual	2003 est.	2004 est.	
<b>Direct obligations:</b>				
11.7	Personnel compensation: Military personnel .....	17,632	17,527	23,529
<b>Military personnel benefits:</b>				
12.2	Accrued retirement benefits .....	4,075	3,672	4,675
12.2	Other personnel benefits .....	2,423	2,286	3,771
12.2	Military personnel benefits .....		2,302	3,490
13.0	Benefits for former personnel .....	126	59	62
21.0	Travel and transportation of persons .....	258	331	774
22.0	Transportation of things .....	698	525	611
25.2	Other services .....			1
25.3	Other purchases of goods and services from Government accounts .....			1
25.7	Operation and maintenance of equipment .....	55	27	30
25.8	Subsistence and support of persons .....			103
26.0	Supplies and materials .....	108	102	338
42.0	Insurance claims and indemnities .....	8	3	4
99.0	Direct obligations .....	25,383	26,834	37,389
99.0	Reimbursable obligations .....	203	697	409
99.9	Total new obligations .....	25,586	27,531	37,798

**MILITARY PERSONNEL, ARMY**  
(Legislative proposal, not subject to PAYGO)

**Program and Financing** (in millions of dollars)

Identification code 21–2010–2–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.07 Direct program activity .....			2
10.00 Total new obligations (object class 11.7) .....			2
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....			2
23.95 Total new obligations .....			–2
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....			2
<b>Change in obligated balances:</b>			
73.10 Total new obligations .....			2
73.20 Total outlays (gross) .....			–2
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....			2
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			2
90.00 Outlays .....			2

41.00	Transferred to other accounts .....	–24	–16	
42.00	Transfer from other accounts .....	709		
43.00	Appropriation (total discretionary) .....	20,230	21,895	25,212
<b>Mandatory:</b>				
60.00	Appropriation .....	6	10	69
<b>Spending authority from offsetting collections:</b>				
<b>Discretionary:</b>				
68.00	Offsetting collections (cash) .....	92	399	369
68.10	Change in uncollected customer payments from Federal sources (unexpired) .....	152		
68.90	Spending authority from offsetting collections (total discretionary) .....	244	399	369
70.00	Total new budget authority (gross) .....	20,480	22,304	25,650
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	1,029	803	1,063
73.10	Total new obligations .....	20,525	22,304	25,650
73.20	Total outlays (gross) .....	–20,658	–22,045	–25,489
73.40	Adjustments in expired accounts (net) .....	–48		
74.00	Change in uncollected customer payments from Federal sources (unexpired) .....	–152		
74.10	Change in uncollected customer payments from Federal sources (expired) .....	107		
74.40	Obligated balance, end of year .....	803	1,063	1,224
<b>Outlays (gross), detail:</b>				
86.90	Outlays from new discretionary authority .....	19,921	21,703	24,900
86.93	Outlays from discretionary balances .....	731	332	522
86.97	Outlays from new mandatory authority .....	6	10	67
87.00	Total outlays (gross) .....	20,658	22,045	25,489

**Offsets:**

<b>Against gross budget authority and outlays:</b>				
<b>Offsetting collections (cash) from:</b>				
88.00	Federal sources .....	–26	–229	–196
88.40	Offsetting collections, Non-Federal sources, Other .....	–171	–170	–173
88.90	Total, offsetting collections (cash) .....	–197	–399	–369
<b>Against gross budget authority only:</b>				
88.95	Change in uncollected customer payments from Federal sources (unexpired) .....	–152		
88.96	Portion of offsetting collections (cash) credited to expired accounts .....	105		
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	20,236	21,905	25,281
90.00	Outlays .....	20,460	21,646	25,120
<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>				
99.00	Budget authority .....			1,498
99.01	Outlays .....			1,498

**Summary of Budget Authority and Outlays**

(in millions of dollars)

Enacted/requested:	2002 actual	2003 est.	2004 est.
Budget Authority .....	20,236	21,905	25,281
Outlays .....	20,460	21,646	25,120
<b>Legislative proposal, not subject to PAYGO:</b>			
Budget Authority .....			10
Outlays .....			10
<b>Total:</b>			
Budget Authority .....	20,236	21,905	25,291
Outlays .....	20,460	21,646	25,130

**Object Classification** (in millions of dollars)

Identification code 17–1453–0–1–051	2002 actual	2003 est.	2004 est.	
Direct obligations:				
11.7	Personnel compensation: Military personnel .....	14,407	14,555	16,800
Military personnel benefits:				
12.2	Accrued retirement benefits .....	3,034	2,757	3,095
12.2	Other personnel benefits .....	2,141	2,250	2,465
12.2	Military personnel benefits .....		1,639	1,938
13.0	Benefits for former personnel .....	55	54	61
21.0	Travel and transportation of persons .....	181	194	367
22.0	Transportation of things .....	382	435	415
25.7	Operation and maintenance of equipment .....	11	12	12
25.8	Subsistence and support of persons .....			17

**MILITARY PERSONNEL, NAVY**

For pay, allowances, individual clothing, subsistence, interest on deposits, gratuities, *travel and related expenses*, permanent change of station travel (including all expenses thereof for organizational movements), and expenses of temporary duty travel between permanent duty stations, for members of the Navy on active duty, [(except members of the Reserve provided for elsewhere)] *personnel of the Navy Reserve on active duty under 10 U.S.C. 10211, or while serving on active duty under 10 U.S.C. 12301(d), in connection with performing duty specified in 10 U.S.C. 12310(a), or while undergoing reserve training, or while performing drills or equivalent duty, midshipmen, [and] aviation cadets, and members of the Reserve Officers' Training Corps; for expenses authorized by 10 U.S.C. 16131; and for payments pursuant to section 156 of Public Law 97–377, as amended (42 U.S.C. 402 note), and to the Department of Defense Military Retirement Fund, [\$21,927,628,000] \$25,282,454,000 (10 U.S.C. 600, 683–4, 701–4, 744, 956, 1035, 1037, 1047–49, 1212, 1475–80, 2421, 2634, 5413–14, 5441–42, 5444, 5446, 5450–51, 5454, 5501, 5503, 6081–86, 6221, 6911–12, 6960, 6969; 26 U.S.C. 3121; chapters 3, 5, 7, 9, and 10 of title 37, United States Code; Department of Defense Appropriations Act, 2003.)*

**Program and Financing** (in millions of dollars)

Identification code 17–1453–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Pay and allowances of officers .....	5,232	5,291	5,594
00.02 Pay and allowances of enlisted personnel .....	13,355	14,881	15,903
00.03 Pay and allowances of cadets .....	50	51	53
00.04 Subsistence of enlisted personnel .....	906	914	932
00.05 Permanent change of station travel .....	659	712	698
00.06 Other military personnel costs .....	79	56	73
00.07 Reserve personnel .....			2,028
09.01 Reimbursable program .....	244	399	369
10.00 Total new obligations .....	20,525	22,304	25,650
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	20,480	22,304	25,650
22.22 Unobligated balance transferred from other accounts .....	56		
23.90 Total budgetary resources available for obligation .....	20,536	22,304	25,650
23.95 Total new obligations .....	–20,525	–22,304	–25,650
23.98 Unobligated balance expiring or withdrawn .....	–11		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	19,545	21,911	25,212

## General and special funds—Continued

## MILITARY PERSONNEL, NAVY—Continued

## Object Classification (in millions of dollars)—Continued

Identification code 17-1453-0-1-051	2002 actual	2003 est.	2004 est.
26.0 Supplies and materials .....	70	9	108
42.0 Insurance claims and indemnities .....			3
99.0 Direct obligations .....	20,281	21,905	25,281
99.0 Reimbursable obligations .....	244	399	369
99.9 Total new obligations .....	20,525	22,304	25,650

## MILITARY PERSONNEL, NAVY

(Legislative proposal, not subject to PAYGO)

## Program and Financing (in millions of dollars)

Identification code 17-1453-2-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.02 Pay and allowances of enlisted personnel .....			10
10.00 Total new obligations (object class 11.7) .....			10

## Budgetary resources available for obligation:

22.00 New budget authority (gross) .....			10
23.95 Total new obligations .....			-10

## New budget authority (gross), detail:

Discretionary:			
40.00 Appropriation .....			10

## Change in obligated balances:

73.10 Total new obligations .....			10
73.20 Total outlays (gross) .....			-10

## Outlays (gross), detail:

86.90 Outlays from new discretionary authority .....			10
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## Net budget authority and outlays:

89.00 Budget authority .....			10
90.00 Outlays .....			9

## MILITARY PERSONNEL, MARINE CORPS

For pay, allowances, individual clothing, subsistence, interest on deposits, gratuities, travel and related expenses, permanent change of station travel (including all expenses thereof for organizational movements), and expenses of temporary duty travel between permanent duty stations, for members of the Marine Corps on active duty, [(except members of the Reserve provided for elsewhere;)] *personnel of the Marine Corps Reserve on active duty under 10 U.S.C. 10211, or while serving on active duty under 10 U.S.C. 12301(d), in connection with performing duty specified in 10 U.S.C. 12310(a), or while undergoing reserve training, or while performing drills or equivalent duty, and members of the Marine Corps platoon leaders class, and for expenses authorized by 10 U.S.C. 16131; and for payments pursuant to section 156 of Public Law 97-377, as amended (42 U.S.C. 402 note), and to the Department of Defense Military Retirement Fund, [\$8,501,087,000] \$9,559,441,000 (10 U.S.C. 956, 1035, 1047-49, 1212, 1475-80, 2634, 5413-14, 5441, 5443, 5446, 5451, 5454, 5456, 5458, 5502-03, 6032, 6081-86, 6148, 6222; 12 U.S.C. 1715m; chapters 3, 5, 7, and 9 of title 37, United States Code; 41 U.S.C. 1594d; Department of Defense Appropriations Act, 2003.)*

## Program and Financing (in millions of dollars)

Identification code 17-1105-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Pay and allowances of officers .....	1,627	1,684	1,770
00.02 Pay and allowances of enlisted personnel .....	5,235	6,035	6,425
00.04 Subsistence of enlisted personnel .....	427	442	441
00.05 Permanent change of station travel .....	264	289	288
00.06 Other military personnel costs .....	51	42	49
00.07 Reserve personnel .....			587
09.01 Reimbursable program .....	31	32	35

10.00 Total new obligations .....	7,635	8,524	9,595
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	7,620	8,524	9,595
22.22 Unobligated balance transferred from other accounts .....	14		
23.90 Total budgetary resources available for obligation .....	7,634	8,524	9,595
23.95 Total new obligations .....	-7,635	-8,524	-9,595

## New budget authority (gross), detail:

Discretionary:			
40.00 Appropriation .....	7,334	8,487	9,541
42.00 Transferred from other accounts .....	253	2	
43.00 Appropriation (total discretionary) .....	7,587	8,489	9,541
Mandatory:			
60.00 Appropriation .....	2	3	19
Spending authority from offsetting collections:			
Discretionary:			
68.00 Offsetting collections (cash) .....	16	32	35
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	15		
68.90 Spending authority from offsetting collections (total discretionary) .....	31	32	35
70.00 Total new budget authority (gross) .....	7,620	8,524	9,595

## Change in obligated balances:

72.40 Obligated balance, start of year .....	441	371	521
73.10 Total new obligations .....	7,635	8,524	9,595
73.20 Total outlays (gross) .....	-7,642	-8,375	-9,551
73.40 Adjustments in expired accounts (net) .....	-56		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	-15		
74.10 Change in uncollected customer payments from Federal sources (expired) .....	10		
74.40 Obligated balance, end of year .....	371	521	566

## Outlays (gross), detail:

86.90 Outlays from new discretionary authority .....	7,356	8,207	9,223
86.93 Outlays from discretionary balances .....	284	165	310
86.97 Outlays from new mandatory authority .....	2	3	18
87.00 Total outlays (gross) .....	7,642	8,375	9,551

## Offsets:

Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	-18	-28	-27
88.40 Offsetting collections, Non-Federal sources, Other .....	-4	-4	-8
88.90 Total, offsetting collections (cash) .....	-22	-32	-35
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	-15		
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	6		

## Net budget authority and outlays:

89.00 Budget authority .....	7,589	8,492	9,560
90.00 Outlays .....	7,619	8,343	9,516

## Additional net budget authority and outlays to cover cost of fully accruing retirement:

99.00 Budget authority .....			681
99.01 Outlays .....			681

## Object Classification (in millions of dollars)

Identification code 17-1105-0-1-051	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
11.7 Personnel compensation: Military personnel .....	4,502	5,557	6,352
Military personnel benefits:			
12.2 Accrued retirement benefits .....	1,240	1,155	1,250
12.2 Other personnel benefits .....	1,427	614	641
12.2 Military personnel benefits .....		756	879
13.0 Benefits for former personnel .....	34	30	37
21.0 Travel and transportation of persons .....	71	81	83
22.0 Transportation of things .....	150	150	161
25.6 Medical care .....	176		
25.8 Subsistence and support of persons .....	4	107	109
26.0 Supplies and materials .....	-1	41	47
42.0 Insurance claims and indemnities .....	1	1	1
99.0 Direct obligations .....	7,604	8,492	9,560

99.0	Reimbursable obligations .....	31	32	35
99.9	Total new obligations .....	7,634	8,524	9,595

## MILITARY PERSONNEL, AIR FORCE

For pay, allowances, individual clothing, subsistence, interest on deposits, gratuities, travel and related expenses, permanent change of station travel (including all expenses thereof for organizational movements), and expenses of temporary duty travel between permanent duty stations, for members of the Air Force on active duty, [(except members of reserve components provided for elsewhere)] personnel of the Air National Guard and Air Force Reserve on active duty under 10 U.S.C. 10211, 10305, 12402 and 8038 or 32 U.S.C. 708, or while serving on active duty under 10 U.S.C. 12301(d) or 32 U.S.C. 502(f), in connection with performing duty specified in 10 U.S.C. 12310(a), or while undergoing training, or while performing drills or equivalent duty or other duty, cadets, [and] aviation cadets, and members of the Reserve Officers' Training Corps; for expenses authorized by 10 U.S.C. 16131; and for payments pursuant to section 156 of Public Law 97-377, as amended (42 U.S.C. 402 note), and to the Department of Defense Military Retirement Fund, [\$21,981,277,000] \$26,715,990. (10 U.S.C. 503, 504-09, 518-19, 600, 683-84, 687, 701-04, 744, 956, 1035-37, 1047-49, 1211-12, 1331, 1475-80, 2632, 2634, 8033, 8036, 8066, 8201-15, 8281, 8284-89, 8293-8303, 8305-10, 8312-13, 8441-49, 8451-52, 8491, 8494-8504, 8531, 8687, 8722, 9306, 9331-37, 9341-55, 9441, 9561-63, 9741-43; 12 U.S.C. 1715m; 33 U.S.C. 855, 858; chapters 3, 5, 7, 9, 10, and 11 of title 37, United States Code; 49 U.S.C. 1657; Department of Defense Appropriations Act, 2003.)

## Program and Financing (in millions of dollars)

Identification code 57-3500-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Pay and allowances of officers .....	6,991	6,840	7,204
00.02 Pay and allowances of enlisted personnel .....	13,081	13,194	14,029
00.03 Pay and allowances of cadets .....	49	50	50
00.04 Subsistence of enlisted personnel .....	963	821	836
00.05 Permanent change of station travel .....	925	975	976
00.06 Other military personnel costs .....	71	66	64
00.07 Reserve personnel .....		1,332	
00.08 National Guard personnel .....		2,223	
09.01 Reimbursable program .....	190	444	415
10.00 Total new obligations .....	22,270	22,389	27,131
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	22,162	22,389	27,131
22.22 Unobligated balance transferred from other accounts .....	107		
23.90 Total budgetary resources available for obligation .....	22,269	22,389	27,131
23.95 Total new obligations .....	-22,270	-22,389	-27,131
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	19,896	21,932	26,585
41.00 Transferred to other accounts .....	-17	-7	
42.00 Transfer from other accounts .....	2,079		
43.00 Appropriation (total discretionary) .....	21,958	21,925	26,585
Mandatory:			
60.00 Appropriation .....	14	20	131
Spending authority from offsetting collections:			
Discretionary:			
68.00 Offsetting collections (cash) .....	209	444	415
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	-19		
68.90 Spending authority from offsetting collections (total discretionary) .....	190	444	415
70.00 Total new budget authority (gross) .....	22,162	22,389	27,131
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	1,609	2,099	2,085
73.10 Total new obligations .....	22,270	22,389	27,131
73.20 Total outlays (gross) .....	-21,723	-22,403	-26,768
73.40 Adjustments in expired accounts (net) .....	-79		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	19		

74.10	Change in uncollected customer payments from Federal sources (expired) .....	5		
74.40	Obligated balance, end of year .....	2,099	2,085	2,449

## Outlays (gross), detail:

86.90	Outlays from new discretionary authority .....	20,595	20,900	25,219
86.93	Outlays from discretionary balances .....	1,114	1,484	1,426
86.97	Outlays from new mandatory authority .....	14	19	122
86.98	Outlays from mandatory balances .....			1
87.00	Total outlays (gross) .....	21,723	22,403	26,768

## Offsets:

Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources .....	-190	-422	-387
88.40	Offsetting collections, Non-Federal sources, Other .....	-24	-22	-28
88.90	Total, offsetting collections (cash) .....	-214	-444	-415
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired) .....	19		
88.96	Portion of offsetting collections (cash) credited to expired accounts .....	5		

## Net budget authority and outlays:

89.00	Budget authority .....	21,972	21,945	26,716
90.00	Outlays .....	21,511	21,959	26,353

## Additional net budget authority and outlays to cover cost of fully accruing retirement:

99.00	Budget authority .....			1,455
99.01	Outlays .....			1,455

## Object Classification (in millions of dollars)

Identification code 57-3500-0-1-051		2002 actual	2003 est.	2004 est.
Direct obligations:				
11.7	Personnel compensation: Military personnel .....	15,559	14,209	17,817
Military personnel benefits:				
12.2	Accrued retirement benefits .....	3,510	2,981	3,447
12.2	Other personnel benefits .....	2,156	2,191	2,187
12.2	Military personnel benefits .....		1,656	2,019
13.0	Benefits for former personnel .....	38	29	33
21.0	Travel and transportation of persons .....	251	220	378
22.0	Transportation of things .....	500	588	755
25.7	Operation and maintenance of equipment .....	21	24	25
26.0	Supplies and materials .....	42	44	46
41.0	Grants, subsidies, and contributions .....			6
42.0	Insurance claims and indemnities .....	2	2	2
43.0	Interest and dividends .....	1	1	1
99.0	Direct obligations .....	22,080	21,945	26,716
99.0	Reimbursable obligations .....	190	444	415
99.9	Total new obligations .....	22,270	22,389	27,131

## Federal Funds

## General and special funds:

## RESERVE PERSONNEL, ARMY

[For pay, allowances, clothing, subsistence, gratuities, travel, and related expenses for personnel of the Army Reserve on active duty under sections 10211, 10302, and 3038 of title 10, United States Code, or while serving on active duty under section 12301(d) of title 10, United States Code, in connection with performing duty specified in section 12310(a) of title 10, United States Code, or while undergoing reserve training, or while performing drills or equivalent duty or other duty, and for members of the Reserve Officers' Training Corps, and expenses authorized by section 16131 of title 10, United States Code; and for payments to the Department of Defense Military Retirement Fund, \$3,374,355,000.] (10 U.S.C. 683, 1475-80, 2101-11, 3722; 37 U.S.C. 204, 206, 209, 301, 305, 402-04, 414-18, 1002; Department of Defense Appropriations Act, 2003.)

## General and special funds—Continued

## RESERVE PERSONNEL, ARMY—Continued

## Program and Financing (in millions of dollars)

Identification code 21–2070–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Unit and individual training .....	1,241	1,704	.....
00.02 Other training and support .....	1,441	1,670	.....
09.01 Reimbursable program .....	24	35	.....
10.00 Total new obligations .....	2,706	3,409	.....
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	2,707	3,409	.....
23.95 Total new obligations .....	–2,706	–3,409	.....
23.98 Unobligated balance expiring or withdrawn .....	–1	.....	.....
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	2,675	3,374	.....
42.00 Transferred from other accounts .....	8	.....	.....
43.00 Appropriation (total discretionary) .....	2,683	3,374	.....
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	15	35	.....
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	9	.....	.....
68.90 Spending authority from offsetting collections (total discretionary) .....	24	35	.....
70.00 Total new budget authority (gross) .....	2,707	3,409	.....
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	300	274	331
73.10 Total new obligations .....	2,706	3,409	.....
73.20 Total outlays (gross) .....	–2,684	–3,352	–264
73.40 Adjustments in expired accounts (net) .....	–43	.....	.....
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	–9	.....	.....
74.10 Change in uncollected customer payments from Federal sources (expired) .....	3	.....	.....
74.40 Obligated balance, end of year .....	274	331	67
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	2,494	3,167	.....
86.93 Outlays from discretionary balances .....	190	185	264
87.00 Total outlays (gross) .....	2,684	3,352	264
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	–16	–35	.....
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	–9	.....	.....
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	1	.....	.....
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	2,683	3,374	.....
90.00 Outlays .....	2,667	3,317	264

## Object Classification (in millions of dollars)

Identification code 21–2070–0–1–051	2002 actual	2003 est.	2004 est.
Direct obligations:			
11.7 Personnel compensation: Military personnel .....	1,504	1,715	.....
Military personnel benefits:			
12.2 Accrued retirement benefits .....	306	323	.....
12.2 Other personnel benefits .....	612	633	.....
12.2 Military personnel benefits .....	.....	367	.....
21.0 Travel and transportation of persons .....	166	174	.....
22.0 Transportation of things .....	16	21	.....
25.8 Subsistence and support of persons .....	31	47	.....
26.0 Supplies and materials .....	47	95	.....
99.0 Direct obligations .....	2,682	3,375	.....
99.0 Reimbursable obligations .....	24	34	.....
99.9 Total new obligations .....	2,706	3,409	.....

## RESERVE PERSONNEL, NAVY

【For pay, allowances, clothing, subsistence, gratuities, travel, and related expenses for personnel of the Navy Reserve on active duty under section 10211 of title 10, United States Code, or while serving on active duty under section 12301(d) of title 10, United States Code, in connection with performing duty specified in section 12310(a) of title 10, United States Code, or while undergoing reserve training, or while performing drills or equivalent duty, and for members of the Reserve Officers' Training Corps, and expenses authorized by section 16131 of title 10, United States Code; and for payments to the Department of Defense Military Retirement Fund, \$1,907,552,000.】 (10 U.S.C. 600, 683–4, 1475–80, 2031, 2101–11, 5456–57, 6081–86, 6148; 26 U.S.C. 3121; 37 U.S.C. 204, 206, 301, 305, 402–4, 415–18, 427, 1002; 38 U.S.C. 701–12; Department of Defense Appropriations Act, 2003.)

## Program and Financing (in millions of dollars)

Identification code 17–1405–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Unit and individual training .....	672	819	.....
00.02 Other training and support .....	989	1,089	.....
09.01 Reimbursable program .....	18	30	.....
10.00 Total new obligations .....	1,679	1,938	.....
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	1,689	1,938	.....
23.95 Total new obligations .....	–1,679	–1,938	.....
23.98 Unobligated balance expiring or withdrawn .....	–11	.....	.....
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	1,655	1,908	.....
42.00 Transferred from other accounts .....	17	.....	.....
43.00 Appropriation (total discretionary) .....	1,672	1,908	.....
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	16	30	.....
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	1	.....	.....
68.90 Spending authority from offsetting collections (total discretionary) .....	17	30	.....
70.00 Total new budget authority (gross) .....	1,689	1,938	.....
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	464	496	539
73.10 Total new obligations .....	1,679	1,938	.....
73.20 Total outlays (gross) .....	–1,612	–1,894	–176
73.40 Adjustments in expired accounts (net) .....	–34	.....	.....
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	–1	.....	.....
74.10 Change in uncollected customer payments from Federal sources (expired) .....	2	.....	.....
74.40 Obligated balance, end of year .....	496	539	363
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	1,485	1,720	.....
86.93 Outlays from discretionary balances .....	127	174	176
87.00 Total outlays (gross) .....	1,612	1,894	176
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	–17	–30	.....
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	–1	.....	.....
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	1	.....	.....
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	1,672	1,908	.....
90.00 Outlays .....	1,596	1,864	176

## Object Classification (in millions of dollars)

Identification code 17–1405–0–1–051	2002 actual	2003 est.	2004 est.
Direct obligations:			
11.7 Personnel compensation: Military personnel .....	979	1,160	.....

Military personnel benefits:			
12.2	Accrued retirement benefits .....	327	191 .....
12.2	Other personnel benefits .....	120	131 .....
12.2	Military personnel benefits .....		196 .....
21.0	Travel and transportation of persons .....	176	171 .....
22.0	Transportation of things .....	15	16 .....
25.8	Subsistence and support of persons .....	17	9 .....
26.0	Supplies and materials .....	25	31 .....
42.0	Insurance claims and indemnities .....	3	3 .....
99.0	Direct obligations .....	1,662	1,908 .....
99.0	Reimbursable obligations .....	17	30 .....
99.9	Total new obligations .....	1,679	1,938 .....

## RESERVE PERSONNEL, MARINE CORPS

For pay, allowances, clothing, subsistence, gratuities, travel, and related expenses for personnel of the Marine Corps Reserve on active duty under section 10211 of title 10, United States Code, or while serving on active duty under section 12301(d) of title 10, United States Code, in connection with performing duty specified in section 12310(a) of title 10, United States Code, or while undergoing reserve training, or while performing drills or equivalent duty, and for members of the Marine Corps platoon leaders class, and expenses authorized by section 16131 of title 10, United States Code; and for payments to the Department of Defense Military Retirement Fund, \$553,983,000. (10 U.S.C. 600, 683, 1475–80, 2031, 2101–11, 5456, 5458, 6081–86, 6148; 37 U.S.C. 206, 301, 305, 402–04, 415–18, 1002; Department of Defense Appropriations Act, 2003.)

## Program and Financing (in millions of dollars)

Identification code 17–1108–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Unit and individual training .....	250	325	.....
00.02 Other training and support .....	217	229	.....
09.01 Reimbursable program .....	4	4	.....
10.00 Total new obligations .....	471	557	.....
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	471	557	.....
23.95 Total new obligations .....	–471	–557	.....
23.98 Unobligated balance expiring or withdrawn .....	–1		.....
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	471	554	.....
40.73 Reduction pursuant to P.L. 107–206 .....	–3		.....
41.00 Transferred to other accounts .....	–3		.....
42.00 Transferred from other accounts .....	3		.....
43.00 Appropriation (total discretionary) .....	468	554	.....
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....		4	.....
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	3		.....
68.90 Spending authority from offsetting collections (total discretionary) .....	3	4	.....
70.00 Total new budget authority (gross) .....	471	557	.....
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	56	68	70
73.10 Total new obligations .....	471	557	.....
73.20 Total outlays (gross) .....	–448	–557	–54
73.40 Adjustments in expired accounts (net) .....	–7		.....
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	–3		.....
74.10 Change in uncollected customer payments from Federal sources (expired) .....	–1		.....
74.40 Obligated balance, end of year .....	68	70	16
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	428	518	.....
86.93 Outlays from discretionary balances .....	20	39	54
87.00 Total outlays (gross) .....	448	557	54

## Offsets:

Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00	Federal sources .....	4	.....
88.40	Non-Federal sources .....	–4	–4 .....
88.90	Total, offsetting collections (cash) .....		–4 .....
Against gross budget authority only:			
88.95	Change in uncollected customer payments from Federal sources (unexpired) .....	–3	.....

## Net budget authority and outlays:

89.00	Budget authority .....	468	553 .....
90.00	Outlays .....	447	553 54

## Object Classification (in millions of dollars)

Identification code 17–1108–0–1–051	2002 actual	2003 est.	2004 est.
Direct obligations:			
11.7	Personnel compensation: Military personnel .....	395	371 .....
Military personnel benefits:			
12.2	Accrued retirement benefits .....	49	50 .....
12.2	Other personnel benefits .....	15	15 .....
12.2	Military personnel benefits .....		77 .....
21.0	Travel and transportation of persons .....		31 .....
22.0	Transportation of things .....	3	3 .....
26.0	Supplies and materials .....	5	6 .....
99.0	Direct obligations .....	467	553 .....
99.0	Reimbursable obligations .....	4	4 .....
99.9	Total new obligations .....	471	557 .....

## RESERVE PERSONNEL, AIR FORCE

For pay, allowances, clothing, subsistence, gratuities, travel, and related expenses for personnel of the Air Force Reserve on active duty under sections 10211, 10305, and 8038 of title 10, United States Code, or while serving on active duty under section 12301(d) of title 10, United States Code, in connection with performing duty specified in section 12310(a) of title 10, United States Code, or while undergoing reserve training, or while performing drills or equivalent duty or other duty, and for members of the Air Reserve Officers' Training Corps, and expenses authorized by section 16131 of title 10, United States Code; and for payments to the Department of Defense Military Retirement Fund, \$1,236,904,000. (10 U.S.C. 261–80, 591–95, 597–600, 651, 671–85, 687, 715, 1475–80, 2031, 2101–11, 2120–27, 2131–33, 2511, 8062, 8076, 8221–23, 8259–60, 8351–54, 8356–63, 8365–68, 8371–81, 8392–95, 8491, 8687, 8722, 9301, 9411–14, 9561–63, 9741, 9743; 37 U.S.C. 204, 206, 209, 301, 309, 402–11, 415–18, 1002; Department of Defense Appropriations Act, 2003.)

## Program and Financing (in millions of dollars)

Identification code 57–3700–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Unit and individual training .....	541	764	.....
00.02 Other training and support .....	451	473	.....
09.01 Reimbursable program .....	5	7	.....
10.00 Total new obligations .....	997	1,243	.....
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	1,009	1,243	.....
23.95 Total new obligations .....	–997	–1,243	.....
23.98 Unobligated balance expiring or withdrawn .....	–12		.....
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	1,061	1,237	.....
40.73 Reduction pursuant to P.L. 107–206 .....	–1		.....
41.00 Transferred to other accounts .....	–60		.....
42.00 Transferred from other accounts .....	4		.....
43.00 Appropriation (total discretionary) .....	1,004	1,237	.....
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	4	7	.....
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	1		.....

**General and special funds—Continued****RESERVE PERSONNEL, AIR FORCE—Continued****Program and Financing (in millions of dollars)—Continued**

Identification code 57-3700-0-1-051	2002 actual	2003 est.	2004 est.
68.90 Spending authority from offsetting collections (total discretionary) .....	5	7	
70.00 Total new budget authority (gross) .....	1,009	1,243	
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	78	100	78
73.10 Total new obligations .....	997	1,243	
73.20 Total outlays (gross) .....	-958	-1,265	-71
73.40 Adjustments in expired accounts (net) .....	-15		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	-1		
74.40 Obligated balance, end of year .....	100	78	7
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	908	1,162	
86.93 Outlays from discretionary balances .....	50	103	72
87.00 Total outlays (gross) .....	958	1,265	71
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources .....	-4	-7	
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	-1		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	1,004	1,237	
90.00 Outlays .....	955	1,259	71

**Object Classification (in millions of dollars)**

Identification code 57-3700-0-1-051	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
11.7 Personnel compensation: Military personnel .....	701	760	
Military personnel benefits:			
12.2 Accrued retirement benefits .....	85	105	
12.2 Other personnel benefits .....	75	65	
12.2 Military personnel benefits .....		132	
21.0 Travel and transportation of persons .....	20	36	
22.0 Transportation of things .....	107	131	
26.0 Supplies and materials .....	1	2	
41.0 Grants, subsidies, and contributions .....	3	5	
99.0 Direct obligations .....	992	1,236	
99.0 Reimbursable obligations .....	5	7	
99.9 Total new obligations .....	997	1,243	

**NATIONAL GUARD PERSONNEL, ARMY**

【For pay, allowances, clothing, subsistence, gratuities, travel, and related expenses for personnel of the Army National Guard while on duty under section 10211, 10302, or 12402 of title 10 or section 708 of title 32, United States Code, or while serving on duty under section 12301(d) of title 10 or section 502(f) of title 32, United States Code, in connection with performing duty specified in section 12310(a) of title 10, United States Code, or while undergoing training, or while performing drills or equivalent duty or other duty, and expenses authorized by section 16131 of title 10, United States Code; and for payments to the Department of Defense Military Retirement Fund, \$5,114,588,000.】(10 U.S.C. 683, 1475-80, 3722; 37 U.S.C. 301, 305, 402-04, 418, 1002; Department of Defense Appropriations Act, 2003.)

**Program and Financing (in millions of dollars)**

Identification code 21-2060-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Unit and individual training .....	1,965	2,610	
00.02 Other training and support .....	2,336	2,505	
09.01 Reimbursable program .....	78	85	

10.00	Total new obligations .....	4,379	5,200	
<b>Budgetary resources available for obligation:</b>				
22.00	New budget authority (gross) .....	4,367	5,200	
22.22	Unobligated balance transferred from other accounts .....	14		
23.90	Total budgetary resources available for obligation .....	4,381	5,200	
23.95	Total new obligations .....	-4,379	-5,200	
23.98	Unobligated balance expiring or withdrawn .....	-3		

**New budget authority (gross), detail:**

<b>Discretionary:</b>				
40.00	Appropriation .....	4,044	5,115	
42.00	Transferred from other accounts .....	245		
43.00	Appropriation (total discretionary) .....	4,289	5,115	
<b>Spending authority from offsetting collections:</b>				
68.00	Offsetting collections (cash) .....	3	85	
68.10	Change in uncollected customer payments from Federal sources (unexpired) .....	75		
68.90	Spending authority from offsetting collections (total discretionary) .....	78	85	
70.00	Total new budget authority (gross) .....	4,367	5,200	

**Change in obligated balances:**

72.40	Obligated balance, start of year .....	287	306	288
73.10	Total new obligations .....	4,379	5,200	
73.20	Total outlays (gross) .....	-4,281	-5,218	-307
73.40	Adjustments in expired accounts (net) .....	-12		
74.00	Change in uncollected customer payments from Federal sources (unexpired) .....	-75		
74.10	Change in uncollected customer payments from Federal sources (expired) .....	8		
74.40	Obligated balance, end of year .....	306	288	-18

**Outlays (gross), detail:**

86.90	Outlays from new discretionary authority .....	4,046	4,883	
86.93	Outlays from discretionary balances .....	235	335	307
87.00	Total outlays (gross) .....	4,281	5,218	307

**Offsets:**

<b>Against gross budget authority and outlays:</b>				
<b>Offsetting collections (cash) from:</b>				
88.00	Federal sources .....	-2	-84	
88.40	Offsetting collections, Non-Federal sources, Other .....	-3	-1	
88.90	Total, offsetting collections (cash) .....	-5	-85	
<b>Against gross budget authority only:</b>				
88.95	Change in uncollected customer payments from Federal sources (unexpired) .....	-75		
88.96	Portion of offsetting collections (cash) credited to expired accounts .....	2		

**Net budget authority and outlays:**

89.00	Budget authority .....	4,289	5,115	
90.00	Outlays .....	4,277	5,133	307

**Object Classification (in millions of dollars)**

Identification code 21-2060-0-1-051	2002 actual	2003 est.	2004 est.
Direct obligations:			
11.7	Personnel compensation: Military personnel .....	2,919	3,007 .....
Military personnel benefits:			
12.2	Accrued retirement benefits .....	523	506 .....
12.2	Other personnel benefits .....	516	584 .....
12.2	Military personnel benefits .....		651 .....
13.0	Benefits for former personnel .....	4	5 .....
21.0	Travel and transportation of persons .....	190	192 .....
22.0	Transportation of things .....	7	7 .....
25.2	Other services .....		1 .....
25.3	Other purchases of goods and services from Government accounts .....		1 .....
25.8	Subsistence and support of persons .....	58	36 .....
26.0	Supplies and materials .....	84	125 .....
99.0	Direct obligations .....	4,301	5,115 .....
99.0	Reimbursable obligations .....	78	85 .....
99.9	Total new obligations .....	4,379	5,200 .....



## NATIONAL GUARD PERSONNEL, AIR FORCE

For pay, allowances, clothing, subsistence, gratuities, travel, and related expenses for personnel of the Air National Guard on duty under section 10211, 10305, or 12402 of title 10 or section 708 of title 32, United States Code, or while serving on duty under section 12301(d) of title 10 or section 502(f) of title 32, United States Code, in connection with performing duty specified in section 12310(a) of title 10, United States Code, or while undergoing training, or while performing drills or equivalent duty or other duty, and expenses authorized by section 16131 of title 10, United States Code; and for payments to the Department of Defense Military Retirement Fund, \$2,125,161,000. (10 U.S.C. 261–812, 510, 591–95, 597–600, 651, 671–85, 2132–33, 2511, 3015, 8062, 8077–78, 8080, 8224–25, 8261, 8351–54, 8356, 8358–63, 8365–68, 8371–81, 8392–95, 8491, 8722, 9301, 9561–63, 9741, 18233a; 32 U.S.C. 101–11, 301–05, 307–08, 312–33, 501–07, 701, 37 U.S.C. 201, 203–06, 301, 309, 402–11, 414–18, 501–02, 1002; Department of Defense Appropriations Act, 2003.)

## Program and Financing (in millions of dollars)

Identification code 57–3850–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Unit and individual training .....	686	968	
00.02 Other training and support .....	1,011	1,157	
09.01 Reimbursable program .....	15	26	
10.00 Total new obligations .....	1,712	2,151	
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	1,789	2,151	
23.95 Total new obligations .....	–1,712	–2,151	
23.98 Unobligated balance expiring or withdrawn .....	–78		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	1,787	2,125	
40.73 Reduction pursuant to P.L. 107–206 .....	–35		
41.00 Transferred to other accounts .....	–27		
42.00 Transferred from other accounts .....	49		
43.00 Appropriation (total discretionary) .....	1,774	2,125	
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	10	26	
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	5		
68.90 Spending authority from offsetting collections (total discretionary) .....	15	26	
70.00 Total new budget authority (gross) .....	1,789	2,151	
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	61	82	19
73.10 Total new obligations .....	1,712	2,151	
73.20 Total outlays (gross) .....	–1,691	–2,214	–74
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	–5		
74.10 Change in uncollected customer payments from Federal sources (expired) .....	4		
74.40 Obligated balance, end of year .....	82	19	–56
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	1,632	2,067	
86.93 Outlays from discretionary balances .....	59	148	75
87.00 Total outlays (gross) .....	1,691	2,214	74
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	–10	–24	
88.40 Offsetting collections, Non-Federal sources, Other .....	–2	–2	
88.90 Total, offsetting collections (cash) .....	–12	–26	
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	–5		
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	2		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	1,774	2,125	

90.00 Outlays .....	1,679	2,188	74
<b>Object Classification (in millions of dollars)</b>			
Identification code 57–3850–0–1–051	2002 actual	2003 est.	2004 est.
Direct obligations:			
11.7 Personnel compensation: Military personnel .....	1,322	1,325	
Military personnel benefits:			
12.2 Accrued retirement benefits .....	205	221	
12.2 Other personnel benefits .....	71	258	
12.2 Military personnel benefits .....		214	
21.0 Travel and transportation of persons .....	95	103	
22.0 Transportation of things .....	4	5	
99.0 Direct obligations .....	1,697	2,126	
99.0 Reimbursable obligations .....	15	25	
99.9 Total new obligations .....	1,712	2,151	

## OPERATION AND MAINTENANCE

These appropriations finance the cost of operating and maintaining the Armed Forces, including the Reserve components and related support activities of the Department of Defense, except military personnel pay, allowances and travel costs. Included are amounts for training and operation costs, pay of civilians, contract services for maintenance of equipment and facilities, fuel, supplies, and repair parts for weapons and equipment. Financial requirements are influenced by many factors, including the number of aircraft squadrons, Army and Marine Corps divisions, installations, military strength and deployments, rates of operational activity, and the quantity and complexity of major equipment (aircraft, ships, missiles, tanks, et cetera) in operation.

The Administration is once again proposing to fully fund civilian health and retirement on an accrual basis. The amounts necessary to fund this benefit are presented as memo entries but are not included in DoD's funding request.

## Federal Funds

## General and special funds:

## OPERATION AND MAINTENANCE, ARMY

## (INCLUDING TRANSFER OF FUNDS)

For expenses, not otherwise provided for, necessary for the operation and maintenance of the Army, as authorized by law; and not to exceed \$10,818,000 \$11,034,000 can be used for emergencies and extraordinary expenses, to be expended on the approval or authority of the Secretary of the Army, and payments may be made on his certificate of necessity for confidential military purposes, \$23,992,082,000: *Provided*, That of the funds appropriated in this paragraph, not less than \$355,000,000 shall be made available only for conventional ammunition care and maintenance: *Provided further*, That of the funds made available under this heading, \$2,500,000 shall be available for Fort Baker, in accordance with the terms and conditions as provided under the heading "Operation and Maintenance, Army", in Public Law 107–117 \$24,958,842,000, to remain available until September 30, 2005. (Department of Defense Appropriations Act, 2003.)

## Program and Financing (in millions of dollars)

Identification code 21–2020–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Operating forces .....	13,218	12,219	12,617
00.02 Mobilization .....	599	500	539
00.03 Training and recruiting .....	4,236	4,157	4,385
00.04 Administration and servicewide activities .....	7,615	6,950	7,419
09.01 Reimbursable program .....	7,036	6,467	6,668
10.00 Total new obligations .....	32,704	30,293	31,628
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	12	76	

**General and special funds—Continued****OPERATION AND MAINTENANCE, ARMY—Continued**  
(INCLUDING TRANSFER OF FUNDS)—Continued**Program and Financing (in millions of dollars)—Continued**

Identification code 21–2020–0–1–051	2002 actual	2003 est.	2004 est.
22.00 New budget authority (gross) .....	32,585	30,217	31,628
22.10 Resources available from recoveries of prior year obligations .....	12		
22.22 Unobligated balance transferred from other accounts .....	185		
23.90 Total budgetary resources available for obligation .....	32,794	30,293	31,628
23.95 Total new obligations .....	–32,704	–30,293	–31,628
23.98 Unobligated balance expiring or withdrawn .....	–14		
24.00 Unobligated balance carried forward, end of year .....	76		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	22,363	23,778	24,960
40.35 Appropriation rescinded .....	–102		
40.72 Reduction pursuant to P.L. 107–117 .....	–169		
40.75 Reduction pursuant to P.L. 107–248 .....		–135	
41.00 Transferred to other accounts .....	–10	–46	
42.00 Transferred from other accounts .....	3,470	153	
43.00 Appropriation (total discretionary) .....	25,552	23,751	24,960
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	4,752	6,467	6,668
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	2,281		
68.90 Spending authority from offsetting collections (total discretionary) .....	7,033	6,467	6,668
70.00 Total new budget authority (gross) .....	32,585	30,217	31,628
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	10,035	10,803	10,278
73.10 Total new obligations .....	32,704	30,293	31,628
73.20 Total outlays (gross) .....	–31,404	–30,818	–31,372
73.40 Adjustments in expired accounts (net) .....	–2		
73.45 Recoveries of prior year obligations .....	–12		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	–2,281		
74.10 Change in uncollected customer payments from Federal sources (expired) .....	1,762		
74.40 Obligated balance, end of year .....	10,803	10,278	10,536
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	24,677	22,807	23,841
86.93 Outlays from discretionary balances .....	6,727	8,011	7,531
87.00 Total outlays (gross) .....	31,404	30,818	31,372
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	–5,693	–5,950	–6,136
88.40 Offsetting collections, Non-Federal sources, Other .....	–1,012	–517	–532
88.90 Total, offsetting collections (cash) .....	–6,705	–6,467	–6,668
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	–2,281		
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	1,953		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	25,552	23,751	24,960
90.00 Outlays .....	24,699	24,351	24,704
<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>			
99.00 Budget authority .....		612	636
99.01 Outlays .....		612	636

**Summary of Budget Authority and Outlays**

(in millions of dollars)

Enacted/requested:	2002 actual	2003 est.	2004 est.
Budget Authority .....	25,552	23,751	24,960
Outlays .....	24,699	24,351	24,704

Legislative proposal, not subject to PAYGO:

Budget Authority .....			7
Outlays .....			5
Total:			
Budget Authority .....	25,552	23,751	24,967
Outlays .....	24,699	24,351	24,709

**Object Classification (in millions of dollars)**

Identification code 21–2020–0–1–051	2002 actual	2003 est.	2004 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent .....	3,278	3,544	3,390
11.3 Other than full-time permanent .....	641	386	369
11.5 Other personnel compensation .....	221	218	202
11.9 Total personnel compensation .....	4,140	4,148	3,961
12.1 Civilian personnel benefits .....	1,184	1,191	1,168
13.0 Benefits for former personnel .....	53	43	38
21.0 Travel and transportation of persons .....	1,101	820	835
22.0 Transportation of things .....	1,801	1,256	1,262
23.1 Rental payments to GSA .....	164	143	162
23.2 Rental payments to others .....	172	189	209
23.3 Communications, utilities, and miscellaneous charges .....	718	709	717
24.0 Printing and reproduction .....	77	72	69
25.1 Advisory and assistance services .....	396	224	228
25.2 Other services .....	1,348	960	1,002
Other purchases of goods and services from Government accounts:			
25.3 Purchases of goods and services from other Federal accounts .....	2,073	1,808	2,086
25.3 Payments to foreign national indirect hire personnel .....	328	304	298
25.3 Purchases from revolving funds .....	1,476	1,630	2,040
25.4 Operation and maintenance of facilities .....	1,938	2,364	2,338
25.5 Research and development contracts .....			1
25.6 Medical care .....	2		
25.7 Operation and maintenance of equipment .....	1,481	1,716	2,106
25.8 Subsistence and support of persons .....	94	16	17
26.0 Supplies and materials .....	5,182	4,653	4,718
31.0 Equipment .....	1,444	1,030	1,151
32.0 Land and structures .....	452	461	466
41.0 Grants, subsidies, and contributions .....	16	25	25
42.0 Insurance claims and indemnities .....	30	64	64
99.0 Direct obligations .....	25,670	23,826	24,961
99.0 Reimbursable obligations .....	7,034	6,467	6,667
99.9 Total new obligations .....	32,704	30,293	31,628

**Personnel Summary**

Identification code 21–2020–0–1–051	2002 actual	2003 est.	2004 est.
Direct:			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	80,912	78,217	77,537
Reimbursable:			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	43,099	42,488	42,749

**OPERATION AND MAINTENANCE, ARMY**  
(Legislative proposal, not subject to PAYGO)**Program and Financing (in millions of dollars)**

Identification code 21–2020–2–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.04 Administration and servicewide activities .....			7
10.00 Total new obligations (object class 26.0) .....			7
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....			7
23.95 Total new obligations .....			–7

**New budget authority (gross), detail:**

Discretionary:			
40.00 Appropriation .....			7
<b>Change in obligated balances:</b>			
73.10 Total new obligations .....			7

73.20	Total outlays (gross) .....	—5
74.40	Obligated balance, end of year .....	2
<b>Outlays (gross), detail:</b>		
86.90	Outlays from new discretionary authority .....	5
<b>Net budget authority and outlays:</b>		
89.00	Budget authority .....	7
90.00	Outlays .....	5

## OPERATION AND MAINTENANCE, NAVY

For expenses, not otherwise provided for, necessary for the operation and maintenance of the Navy and the Marine Corps, as authorized by law; and not to exceed **[\$4,415,000] \$4,463,000** can be used for emergencies and extraordinary expenses, to be expended on the approval or authority of the Secretary of the Navy, and payments may be made on his certificate of necessity for confidential military purposes, **[\$29,331,526,000] \$28,287,690,000**, to remain available until September 30, 2005. (*Department of Defense Appropriations Act, 2003.*)

## Program and Financing (in millions of dollars)

Identification code 17-1804-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Operating forces .....	20,495	20,877	20,035
00.02 Mobilization .....	804	760	727
00.03 Training and recruiting .....	2,173	2,412	2,472
00.04 Administration and servicewide activities .....	4,812	5,056	5,054
09.01 Reimbursable program .....	4,219	4,888	5,472
10.00 Total new obligations .....	32,503	33,993	33,760
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	53	63	
22.00 New budget authority (gross) .....	32,585	33,930	33,760
22.10 Resources available from recoveries of prior year obligations .....	1		
22.21 Unobligated balance transferred to other accounts .....	—1		
22.22 Unobligated balance transferred from other accounts .....	43		
23.90 Total budgetary resources available for obligation .....	32,681	33,993	33,760
23.95 Total new obligations .....	—32,503	—33,993	—33,760
23.98 Unobligated balance expiring or withdrawn .....	—114		
24.40 Unobligated balance carried forward, end of year .....	63		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	26,867	29,092	28,288
40.35 Appropriation rescinded .....	—12		
40.72 Reduction pursuant to P.L. 107-117 .....	—146		
40.75 Reduction pursuant to P.L. 107-248 .....		—165	
41.00 Transferred to other accounts .....	—17	—19	
42.00 Transferred from other accounts .....	1,674	134	
43.00 Appropriation (total discretionary) .....	28,366	29,042	28,288
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	2,953	4,888	5,472
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	1,266		
68.90 Spending authority from offsetting collections (total discretionary) .....	4,219	4,888	5,472
70.00 Total new budget authority (gross) .....	32,585	33,930	33,760
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	6,656	7,774	8,124
73.10 Total new obligations .....	32,503	33,993	33,760
73.20 Total outlays (gross) .....	—31,270	—33,644	—33,589
73.40 Adjustments in expired accounts (net) .....	—173		
73.45 Recoveries of prior year obligations .....	—1		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	—1,266		
74.10 Change in uncollected customer payments from Federal sources (expired) .....	1,326		
74.40 Obligated balance, end of year .....	7,774	8,124	8,294
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	26,413	27,832	27,819
86.93 Outlays from discretionary balances .....	4,857	5,812	5,770

87.00	Total outlays (gross) .....	31,270	33,644	33,589
<b>Offsets:</b>				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources .....	—3,901	—4,728	—5,312
88.40	Offsetting collections, Non-Federal sources, Other .....	—164	—160	—160
88.90	Total, offsetting collections (cash) .....	—4,065	—4,888	—5,472
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired) .....	—1,266		
88.96	Portion of offsetting collections (cash) credited to expired accounts .....	1,112		
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	28,366	29,042	28,288
90.00	Outlays .....	27,205	28,756	28,117
<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>				
99.00	Budget authority .....		322	325
99.01	Outlays .....		322	325

## Object Classification (in millions of dollars)

Identification code 17-1804-0-1-051	2002 actual	2003 est.	2004 est.	
Direct obligations:				
Personnel compensation:				
11.1	Full-time permanent .....	3,078	2,953	3,018
11.3	Other than full-time permanent .....	139	123	130
11.5	Other personnel compensation .....	191	160	184
11.9	Total personnel compensation .....	3,408	3,236	3,332
12.1	Civilian personnel benefits .....	714	912	1,218
13.0	Benefits for former personnel .....	39	50	29
21.0	Travel and transportation of persons .....	663	496	514
22.0	Transportation of things .....	288	289	288
23.1	Rental payments to GSA .....	33	31	32
23.2	Rental payments to others .....	67	72	75
23.3	Communications, utilities, and miscellaneous charges .....	756	1,375	1,146
24.0	Printing and reproduction .....	94	101	99
25.1	Advisory and assistance services .....	257	241	220
25.2	Contracts with the private sector .....	2,325	2,475	2,696
Other purchases of goods and services from Government accounts:				
25.3	Other purchases of goods and services from Government accounts .....	1,507	1,147	1,190
25.3	Payments to foreign national indirect hire personnel .....	53	53	65
25.3	Purchases from revolving funds .....	6,642	6,815	6,737
25.4	Operation and maintenance of facilities .....	933	1,534	1,064
25.7	Operation and maintenance of equipment .....	3,382	4,116	3,693
25.8	Subsistence and support of persons .....	107	114	124
26.0	Supplies and materials .....	3,935	3,032	2,869
31.0	Equipment .....	2,830	2,976	2,865
32.0	Land and structures .....	251	40	32
99.0	Direct obligations .....	28,284	29,105	28,288
99.0	Reimbursable obligations .....	4,219	4,888	5,472
99.9	Total new obligations .....	32,503	33,993	33,760

## Personnel Summary

Identification code 17-1804-0-1-051		2002 actual	2003 est.	2004 est.
Direct:				
1001	Total compensable workyears: Civilian full-time equivalent employment .....	56,788	55,459	57,481
Reimbursable:				
2001	Total compensable workyears: Civilian full-time equivalent employment .....	20,963	19,129	22,935

## OPERATION AND MAINTENANCE, MARINE CORPS

For expenses, not otherwise provided for, necessary for the operation and maintenance of the Marine Corps, as authorized by law, **[\$3,585,759,000] \$3,406,656,000**, to remain available until September 30, 2005. (*Department of Defense Appropriations Act, 2003.*)

## General and special funds—Continued

## OPERATION AND MAINTENANCE, MARINE CORPS—Continued

## Program and Financing (in millions of dollars)

Identification code 17-1106-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Operating forces .....	2,198	2,706	2,502
00.03 Training and recruiting .....	484	525	577
00.04 Administration and service-wide activities .....	282	290	327
09.01 Reimbursable program .....	517	412	412
10.00 Total new obligations .....	3,481	3,933	3,818
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	3	2	
22.00 New budget authority (gross) .....	3,479	3,931	3,819
22.22 Unobligated balance transferred from other accounts .....	3		
23.90 Total budgetary resources available for obligation .....	3,485	3,933	3,819
23.95 Total new obligations .....	-3,481	-3,933	-3,818
23.98 Unobligated balance expiring or withdrawn .....	-2		
24.40 Unobligated balance carried forward, end of year .....	2		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	2,916	3,562	3,407
40.72 Reduction pursuant to P.L. 107-117 .....	-15		
40.75 Reduction pursuant to P.L. 107-248 .....		-20	
41.00 Transferred to other accounts .....	-32	-25	
42.00 Transferred from other accounts .....	93	2	
43.00 Appropriation (total discretionary) .....	2,962	3,519	3,407
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	373	412	412
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	144		
68.90 Spending authority from offsetting collections (total discretionary) .....	517	412	412
70.00 Total new budget authority (gross) .....	3,479	3,931	3,819
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	1,182	1,179	1,298
73.10 Total new obligations .....	3,481	3,933	3,818
73.20 Total outlays (gross) .....	-3,437	-3,814	-3,779
73.40 Adjustments in expired accounts (net) .....	-40		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	-144		
74.10 Change in uncollected customer payments from Federal sources (expired) .....	136		
74.40 Obligated balance, end of year .....	1,179	1,298	1,337
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	2,447	2,787	2,711
86.93 Outlays from discretionary balances .....	990	1,027	1,068
87.00 Total outlays (gross) .....	3,437	3,814	3,779
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	-483	-392	-392
88.40 Offsetting collections, Non-Federal sources, Other .....	-21	-20	-20
88.90 Total, offsetting collections (cash) .....	-504	-412	-412
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	-144		
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	131		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	2,962	3,519	3,407
90.00 Outlays .....	2,932	3,402	3,367
<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>			
99.00 Budget authority .....		47	48
99.01 Outlays .....		47	48

## Object Classification (in millions of dollars)

Identification code 17-1106-0-1-051	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
Personnel compensation:			
11.1 Full-time permanent .....	462	455	493
11.3 Other than full-time permanent .....	51	24	37
11.5 Other personnel compensation .....	41	15	32
11.9 Total personnel compensation .....	554	494	562
12.1 Civilian personnel benefits .....	122	190	186
21.0 Travel and transportation of persons .....	127	149	150
22.0 Transportation of things .....	78	94	92
23.2 Rental payments to others .....	47	48	50
23.3 Communications, utilities, and miscellaneous charges .....	145	359	312
24.0 Printing and reproduction .....	21	29	28
25.1 Advisory and assistance services .....	42	37	40
25.2 Other services .....	179	166	241
Other purchases of goods and services from Government accounts:			
25.3 Other purchases of goods and services from Government accounts .....	89	90	106
25.3 Payments to foreign national indirect hire personnel .....	6	3	
25.3 Purchases from revolving funds .....	307	332	411
25.4 Operation and maintenance of facilities .....	261	349	439
25.7 Operation and maintenance of equipment .....	97	108	114
25.8 Subsistence and support of persons .....	10	10	10
26.0 Supplies and materials .....	649	816	490
31.0 Equipment .....	146	163	91
32.0 Land and structures .....	84	84	84
99.0 Direct obligations .....	2,964	3,521	3,406
99.0 Reimbursable obligations .....	517	412	412
99.9 Total new obligations .....	3,481	3,933	3,818

## Personnel Summary

Identification code 17-1106-0-1-051	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	10,671	10,571	10,287
<b>Reimbursable:</b>			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	1,383	1,192	1,188

## OPERATION AND MAINTENANCE, AIR FORCE

For expenses, not otherwise provided for, necessary for the operation and maintenance of the Air Force, as authorized by law; and not to exceed **[\$7,902,000] \$7,801,000** can be used for emergencies and extraordinary expenses, to be expended on the approval or authority of the Secretary of the Air Force, and payments may be made on his certificate of necessity for confidential military purposes, **[\$27,339,533,000: Provided,** That notwithstanding any other provision of law, that of the funds available under this heading, \$750,000 shall only be available to the Secretary of the Air Force for a grant to Florida Memorial College for the purpose of funding minority aviation training: *Provided further,* That of the amount provided under this heading, \$2,000,000 may be obligated for the deployment of Air Force active and Reserve aircrews that perform combat search and rescue operations to operate and evaluate the United Kingdom's Royal Air Force EH-101 helicopter, to receive training using that helicopter, and to exchange operational techniques and procedures regarding that helicopter] **\$27,793,931,000, to remain available until September 30, 2005. (Department of Defense Appropriations Act, 2003.)**

## Program and Financing (in millions of dollars)

Identification code 57-3400-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Operating forces .....	14,961	15,009	15,652
00.02 Mobilization .....	4,499	3,806	3,453
00.03 Training and recruiting .....	2,574	2,584	2,698
00.04 Administration and service-wide activities .....	6,326	5,679	5,992
09.01 Reimbursable program .....	3,014	2,370	2,699

10.00	Total new obligations .....	31,374	29,448	30,494
<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance carried forward, start of year .....		38	
22.00	New budget authority (gross) .....	31,420	29,409	30,493
22.22	Unobligated balance transferred from other accounts .....	68		
23.90	Total budgetary resources available for obligation .....	31,488	29,447	30,493
23.95	Total new obligations .....	—31,374	—29,448	—30,494
23.98	Unobligated balance expiring or withdrawn .....	—77		
24.40	Unobligated balance carried forward, end of year .....	38		
<b>New budget authority (gross), detail:</b>				
Discretionary:				
40.00	Appropriation .....	25,843	27,160	27,794
40.35	Appropriation rescinded .....	—25		
40.72	Reduction pursuant to P.L. 107–117 .....	—195		
40.75	Reduction pursuant to P.L. 107–248 .....		—157	
41.00	Transferred to other accounts .....	—2	—4	
42.00	Transferred from other accounts .....	2,786	40	
43.00	Appropriation (total discretionary) .....	28,407	27,039	27,794
Spending authority from offsetting collections:				
68.00	Offsetting collections (cash) .....	2,271	2,370	2,699
68.10	Change in uncollected customer payments from Federal sources (unexpired) .....	742		
68.90	Spending authority from offsetting collections (total discretionary) .....	3,013	2,370	2,699
70.00	Total new budget authority (gross) .....	31,420	29,409	30,493
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	8,111	10,639	9,677
73.10	Total new obligations .....	31,374	29,448	30,494
73.20	Total outlays (gross) .....	—28,547	—30,409	—30,172
73.40	Adjustments in expired accounts (net) .....	—249		
74.00	Change in uncollected customer payments from Federal sources (unexpired) .....	—742		
74.10	Change in uncollected customer payments from Federal sources (expired) .....	691		
74.40	Obligated balance, end of year .....	10,639	9,677	9,998
<b>Outlays (gross), detail:</b>				
86.90	Outlays from new discretionary authority .....	22,774	21,973	22,849
86.93	Outlays from discretionary balances .....	5,773	8,436	7,323
87.00	Total outlays (gross) .....	28,547	30,409	30,172
<b>Offsets:</b>				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources .....	—2,725	—2,280	—2,586
88.40	Offsetting collections, Non-Federal sources, Other .....	—233	—90	—113
88.90	Total, offsetting collections (cash) .....	—2,958	—2,370	—2,699
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired) .....	—742		
88.96	Portion of offsetting collections (cash) credited to expired accounts .....	687		
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	28,407	27,039	27,794
90.00	Outlays .....	25,587	28,039	27,473

**Object Classification (in millions of dollars)**

Identification code 57–3400–0–1–051		2002 actual	2003 est.	2004 est.
Direct obligations:				
Personnel compensation:				
11.1	Full-time permanent .....	2,925	2,986	3,128
11.3	Other than full-time permanent .....	362	365	382
11.5	Other personnel compensation .....	213	291	224
11.9	Total personnel compensation .....	3,500	3,642	3,734
12.1	Civilian personnel benefits .....	868	938	976
13.0	Benefits for former personnel .....	34	72	75
21.0	Travel and transportation of persons .....	1,084	703	764
22.0	Transportation of things .....	476	418	436
23.1	Rental payments to GSA .....	15	21	24
23.2	Rental payments to others .....	87	46	148
23.3	Communications, utilities, and miscellaneous charges .....	849	763	766

24.0	Printing and reproduction .....	22	38	33
25.1	Advisory and assistance services .....	396	389	375
25.2	Contracts with the private sector .....	337	2,008	1,497
Other purchases of goods and services from Government accounts:				
25.3	Other purchases of goods and services from Government accounts .....	406	821	573
25.3	Payments to foreign national indirect hire personnel .....	69	75	85
25.3	Purchases from revolving funds .....	4,196	3,673	3,772
25.4	Operation and maintenance of facilities .....	3,291	2,318	2,537
25.6	Medical care .....		7	3
25.7	Operation and maintenance of equipment .....	5,607	4,451	5,689
26.0	Supplies and materials .....	6,422	6,115	5,739
31.0	Equipment .....	590	446	424
41.0	Grants, subsidies, and contributions .....	8	1	1
42.0	Insurance claims and indemnities .....	97	132	142
43.0	Interest and dividends .....	6	1	1
99.0	Direct obligations .....	28,360	27,078	27,794
99.0	Reimbursable obligations .....	3,014	2,370	2,700
99.9	Total new obligations .....	31,374	29,448	30,494

**Personnel Summary**

Identification code 57–3400–0–1–051		2002 actual	2003 est.	2004 est.
Direct:				
1001	Total compensable workyears: Civilian full-time equivalent employment .....	69,902	69,777	69,448
Reimbursable:				
2001	Total compensable workyears: Civilian full-time equivalent employment .....	12,137	10,260	11,043

**OPERATION AND MAINTENANCE, DEFENSE-WIDE  
(INCLUDING TRANSFER OF FUNDS)**

For expenses, not otherwise provided for, necessary for the operation and maintenance of activities and agencies of the Department of Defense (other than the military departments), as authorized by law, **[\$14,773,506,000]**, including not to exceed 3 passenger motor vehicles for replacement only for the *Defense Security Service*; **\$16,570,847,000**, to remain available until September 30, 2005, of which not to exceed **[\$25,000,000]** **\$40,000,000**, may be available for the CINC initiative fund account; and of which not to exceed **[\$34,500,000]** **\$70,000,000**, can be used for emergencies and extraordinary expenses, to be expended on the approval or authority of the Secretary of Defense, and payments may be made on his certificate of necessity for confidential military purposes: *Provided*, **[That notwithstanding any other provision of law, of the funds provided in this Act for Civil Military programs under this heading, \$750,000 shall be available for a grant for Outdoor Odyssey, Roaring Run, Pennsylvania, to support the Youth Development and Leadership program and Department of Defense STARBASE program: *Provided further*, That none of the funds appropriated or otherwise made available by this Act may be used to plan or implement the consolidation of a budget or appropriations liaison office of the Office of the Secretary of Defense, the office of the Secretary of a military department, or the service headquarters of one of the Armed Forces into a legislative affairs or legislative liaison office: *Provided further*,]** That **[\$4,675,000]** **\$2,700,000**, to remain available until expended, is available only for expenses relating to certain classified activities, and may be transferred as necessary by the Secretary to operation and maintenance appropriations or research, development, test and evaluation appropriations, to be merged with and to be available for the same time period as the appropriations to which transferred: *Provided further*, That any ceiling on the investment item unit cost of items that may be purchased with operation and maintenance funds shall not apply to the funds described in the preceding proviso: *Provided further*, That the transfer authority provided under this heading is in addition to any other transfer authority provided elsewhere in this Act. (*Department of Defense Appropriations Act, 2003.*)

**Program and Financing (in millions of dollars)**

Identification code 97-0100-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Operating Forces .....	2,374	1,886	2,272

**General and special funds—Continued****OPERATION AND MAINTENANCE, DEFENSE-WIDE—Continued**  
(INCLUDING TRANSFER OF FUNDS)—Continued**Program and Financing (in millions of dollars)—Continued**

Identification code 97-0100-0-1-051	2002 actual	2003 est.	2004 est.
00.02 Mobilization .....	44	40	50
00.03 Training and recruiting .....	231	243	264
00.04 Administration and servicewide activities .....	10,813	12,648	13,985
09.01 Reimbursable program .....	675	785	860
10.00 Total new obligations .....	14,137	15,602	17,431
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	64	419	
22.00 New budget authority (gross) .....	14,510	15,182	17,431
22.10 Resources available from recoveries of prior year obligations .....	5		
22.21 Unobligated balance transferred to other accounts .....	-11		
22.22 Unobligated balance transferred from other accounts .....	27		
23.90 Total budgetary resources available for obligation .....	14,595	15,601	17,431
23.95 Total new obligations .....	-14,137	-15,602	-17,431
23.98 Unobligated balance expiring or withdrawn .....	-39		
24.40 Unobligated balance carried forward, end of year .....	419		
<b>New budget authority (gross), detail:</b>			
<b>Discretionary:</b>			
40.00 Appropriation .....	13,424	14,439	16,571
40.72 Reduction pursuant to P.L. 107-117 .....	-96		
40.73 Reduction pursuant to P.L. 107-206 .....	-3		
40.75 Reduction pursuant to P.L. 107-248 .....		-83	
41.00 Transferred to other accounts .....	-210	-40	
42.00 Transferred from other accounts .....	720	81	
43.00 Appropriation (total discretionary) .....	13,835	14,397	16,571
<b>Spending authority from offsetting collections:</b>			
68.00 Offsetting collections (cash) .....	348	785	860
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	327		
68.90 Spending authority from offsetting collections (total discretionary) .....	675	785	860
70.00 Total new budget authority (gross) .....	14,510	15,182	17,431
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	3,800	3,946	4,585
73.10 Total new obligations .....	14,137	15,602	17,431
73.20 Total outlays (gross) .....	-14,164	-14,963	-16,859
73.40 Adjustments in expired accounts (net) .....	-360		
73.45 Recoveries of prior year obligations .....	-5		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	-327		
74.10 Change in uncollected customer payments from Federal sources (expired) .....	865		
74.40 Obligated balance, end of year .....	3,946	4,585	5,158
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	10,722	11,554	13,256
86.93 Outlays from discretionary balances .....	3,442	3,409	3,603
87.00 Total outlays (gross) .....	14,164	14,963	16,859
<b>Offsets:</b>			
<b>Against gross budget authority and outlays:</b>			
<b>Offsetting collections (cash) from:</b>			
88.00 Federal sources .....	-1,042	-754	-845
88.40 Offsetting collections, Non-Federal sources, Other .....	-50	-31	-15
88.90 Total, offsetting collections (cash) .....	-1,092	-785	-860
<b>Against gross budget authority only:</b>			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	-327		
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	744		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	13,835	14,397	16,571
90.00 Outlays .....	13,072	14,178	15,999
<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>			
99.00 Budget authority .....	322	343	353

99.01 Outlays .....	322	343	353
<b>Object Classification (in millions of dollars)</b>			
Identification code 97-0100-0-1-051	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	2,754	2,838	3,049
11.3 Other than full-time permanent .....	57	103	105
11.5 Other personnel compensation .....	72	74	76
11.9 Total personnel compensation .....	2,883	3,015	3,230
12.1 Civilian personnel benefits .....	783	840	970
13.0 Benefits for former personnel .....	21	61	17
21.0 Travel and transportation of persons .....	459	513	581
22.0 Transportation of things .....	533	520	562
23.1 Rental payments to GSA .....	122	123	164
23.2 Rental payments to others .....	107	182	272
23.3 Communications, utilities, and miscellaneous charges .....	489	426	790
24.0 Printing and reproduction .....	16	19	25
25.1 Advisory and assistance services .....	703	772	918
25.2 Other services .....	1,892	2,217	2,608
<b>Other purchases of goods and services from Government accounts:</b>			
25.3 Other purchases of goods and services from Government accounts .....	2,303	2,527	2,535
25.3 Payments to foreign national indirect hire personnel .....	16	83	32
25.3 Purchases from revolving funds .....	77	94	126
25.4 Operation and maintenance of facilities .....	169	233	247
25.5 Research and development contracts .....	1		
25.7 Operation and maintenance of equipment .....	1,132	1,173	1,405
26.0 Supplies and materials .....	1,377	1,497	1,487
31.0 Equipment .....	325	411	549
32.0 Land and structures .....	13	5	7
41.0 Grants, subsidies, and contributions .....	28	88	29
43.0 Interest and dividends .....	1	1	1
91.0 Unvouchered .....	12	17	17
99.0 Direct obligations .....	13,462	14,817	16,572
99.0 Reimbursable obligations .....	675	785	859
99.9 Total new obligations .....	14,137	15,602	17,431

**Personnel Summary**

Identification code 97-0100-0-1-051	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	45,207	45,408	47,056
<b>Reimbursable:</b>			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	2,308	2,503	2,404

**OFFICE OF THE INSPECTOR GENERAL**

For expenses and activities of the Office of the Inspector General in carrying out the provisions of the Inspector General Act of 1978, as amended, **["\$157,165,000"] \$162,449,000, to remain available until September 30, 2005, of which ["\$155,165,000"] \$160,049,000** shall be for Operation and maintenance, of which not to exceed \$700,000, is available for emergencies and extraordinary expenses to be expended on the approval or authority of the Inspector General, and payments may be made on the Inspector General's certificate of necessity for confidential military purposes and of which **\$300,000 shall be for Research, Development, Test and Evaluation; and of which ["\$2,000,000"] \$2,100,000, to remain available until September 30, [2005] 2006, shall be for Procurement. (Department of Defense Appropriations Act, 2003.)**

**Program and Financing (in millions of dollars)**

Identification code 97-0107-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Operation and Maintenance .....	149	155	160
00.02 RDT&E .....		5	2
00.03 Procurement .....	1		
09.01 Reimbursable program .....			1

10.00	Total new obligations .....	150	160	163
<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance carried forward, start of year .....	2	3	.....
22.00	New budget authority (gross) .....	151	157	163
23.90	Total budgetary resources available for obligation .....	153	160	163
23.95	Total new obligations .....	—150	—160	—163
24.40	Unobligated balance carried forward, end of year .....	3	.....	.....
<b>New budget authority (gross), detail:</b>				
Discretionary:				
40.00	Appropriation .....	152	157	162
40.72	Reduction pursuant to P.L. 107–117 .....	—1	.....	.....
43.00	Appropriation (total discretionary) .....	151	157	162
68.00	Spending authority from offsetting collections: Offsetting collections (cash) .....	.....	.....	1
70.00	Total new budget authority (gross) .....	151	157	163
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	18	17	24
73.10	Total new obligations .....	150	160	163
73.20	Total outlays (gross) .....	—153	—153	—162
73.40	Adjustments in expired accounts (net) .....	—1	.....	.....
74.10	Change in uncollected customer payments from Federal sources (expired) .....	2	.....	.....
74.40	Obligated balance, end of year .....	17	24	26
<b>Outlays (gross), detail:</b>				
86.90	Outlays from new discretionary authority .....	136	140	146
86.93	Outlays from discretionary balances .....	17	13	16
87.00	Total outlays (gross) .....	153	153	162
<b>Offsets:</b>				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources .....	—2	.....	—1
Against gross budget authority only:				
88.96	Portion of offsetting collections (cash) credited to expired accounts .....	2	.....	.....
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	151	157	162
90.00	Outlays .....	151	153	161
<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>				
99.00	Budget authority .....	.....	8	8
99.01	Outlays .....	.....	8	8

**Object Classification** (in millions of dollars)

Identification code 97–0107–0–1–051	2002 actual	2003 est.	2004 est.
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	85	85	88
11.5 Other personnel compensation .....	7	7	7
11.9 Total personnel compensation .....	92	92	95
12.1 Civilian personnel benefits .....	24	25	26
21.0 Travel and transportation of persons .....	6	6	6
23.1 Rental payments to GSA .....	11	11	12
23.3 Communications, utilities, and miscellaneous charges .....	2	3	3
25.2 Other services .....	1	1	1
<b>Other purchases of goods and services from Government accounts:</b>			
25.3 Purchases of goods and services from other Federal agencies .....	2	2	2
25.3 Purchases from revolving funds .....	1	1	1
25.4 Operation and maintenance of facilities .....	.....	1	1
25.7 Operation and maintenance of equipment .....	4	5	5
26.0 Supplies and materials .....	2	2	2
31.0 Equipment .....	5	10	8
91.0 Unvouchered .....	.....	1	1
99.9 Total new obligations .....	150	160	163

**Personnel Summary**

Identification code 97–0107–0–1–051	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	1,215	1,201	1,214

Reimbursable:			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	1	2	2

**OPERATION AND MAINTENANCE, ARMY RESERVE**

For expenses, not otherwise provided for, necessary for the operation and maintenance, including training, organization, and administration, of the Army Reserve; repair of facilities and equipment; hire of passenger motor vehicles; travel and transportation; care of the dead; recruiting; procurement of services, supplies, and equipment; and communications, **[\$1,970,180,000] \$1,952,009,000, to remain available until September 30, 2005. (10 U.S.C. 1481–88, 3013–14, 3062, 4302, 4411–14, 4741; 37 U.S.C. 404; Department of Defense Appropriations Act, 2003.)**

**Program and Financing** (in millions of dollars)

Identification code 21–2080–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Operating forces .....	1,556	1,728	1,738
00.04 Administration and servicewide activities .....	211	215	214
09.01 Reimbursable program .....	52	72	72
10.00 Total new obligations .....	1,819	2,016	2,024
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	1,819	2,016	2,024
23.95 Total new obligations .....	—1,819	—2,016	—2,024
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	1,764	1,964	1,952
40.72 Reduction pursuant to P.L. 107–117 .....	—12	.....	.....
40.73 Reduction pursuant to P.L. 107–206 .....	—3	.....	.....
40.75 Reduction pursuant to P.L. 107–248 .....	.....	—11	.....
41.00 Transferred to other accounts .....	.....	—10	.....
42.00 Transferred from other accounts .....	18	.....	.....
43.00 Appropriation (total discretionary) .....	1,767	1,944	1,952
<b>Spending authority from offsetting collections:</b>			
68.00 Offsetting collections (cash) .....	35	72	72
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	17	.....	.....
68.90 Spending authority from offsetting collections (total discretionary) .....	52	72	72
70.00 Total new budget authority (gross) .....	1,819	2,016	2,024
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	551	679	689
73.10 Total new obligations .....	1,819	2,016	2,024
73.20 Total outlays (gross) .....	—1,661	—2,005	—1,998
73.40 Adjustments in expired accounts (net) .....	—17	.....	.....
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	—17	.....	.....
74.10 Change in uncollected customer payments from Federal sources (expired) .....	2	.....	.....
74.40 Obligated balance, end of year .....	679	689	716
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	1,237	1,462	1,468
86.93 Outlays from discretionary balances .....	424	543	530
87.00 Total outlays (gross) .....	1,661	2,005	1,998
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	—45	—72	—72
88.40 Non-Federal sources .....	—7	.....	.....
88.90 Total, offsetting collections (cash) .....	—52	—72	—72
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	—17	.....	.....
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	17	.....	.....
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	1,767	1,944	1,952

**General and special funds—Continued****OPERATION AND MAINTENANCE, ARMY RESERVE—Continued****Program and Financing (in millions of dollars)—Continued**

Identification code 21–2080–0–1–051	2002 actual	2003 est.	2004 est.
90.00 Outlays .....	1,609	1,933	1,926
<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>			
99.00 Budget authority .....		43	46
99.01 Outlays .....		43	46
<b>Object Classification (in millions of dollars)</b>			
Identification code 21–2080–0–1–051	2002 actual	2003 est.	2004 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent .....	426	515	343
11.3 Other than full-time permanent .....	15	11	47
11.5 Other personnel compensation .....	14	18	15
11.9 Total personnel compensation .....	455	544	405
12.1 Civilian personnel benefits .....	128	132	139
13.0 Benefits for former personnel .....	4	5	6
21.0 Travel and transportation of persons .....	112	101	115
22.0 Transportation of things .....	18	25	28
23.1 Rental payments to GSA .....	7	8	8
23.2 Rental payments to others .....	9	11	11
23.3 Communications, utilities, and miscellaneous charges .....	79	79	86
24.0 Printing and reproduction .....	16	56	62
25.1 Advisory and assistance services .....	36	14	15
25.2 Other services .....	81	81	85
Other purchases of goods and services from Government accounts:			
25.3 Purchases of goods and services from other Federal agencies .....	258	294	303
25.3 Purchases from revolving funds .....	72	84	96
25.4 Operation and maintenance of facilities .....	152	122	168
25.7 Operation and maintenance of equipment .....	34	34	19
25.8 Subsistence and support of persons .....	7	3	3
26.0 Supplies and materials .....	194	246	277
31.0 Equipment .....	99	99	120
32.0 Land and structures .....	6	6	6
99.0 Direct obligations .....	1,767	1,944	1,952
99.0 Reimbursable obligations .....	52	72	72
99.9 Total new obligations .....	1,819	2,016	2,024

**Personnel Summary**

Identification code 21–2080–0–1–051	2002 actual	2003 est.	2004 est.
Direct:			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	10,831	10,864	10,863
Reimbursable:			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	318	269	269

**OPERATION AND MAINTENANCE, NAVY RESERVE**

For expenses, not otherwise provided for, necessary for the operation and maintenance, including training, organization, and administration, of the Navy Reserve; repair of facilities and equipment; hire of passenger motor vehicles; travel and transportation; care of the dead; recruiting; procurement of services, supplies, and equipment; and communications, **[\$1,236,809,000] \$1,171,921,000, to remain available until September 30, 2005. (10 U.S.C. 262, 503, 1481–88, 2110, 2202, 2631–34, 5013, 5062, 5251, 6022, 18233a; Department of Defense Appropriations Act, 2003.)**

**Program and Financing (in millions of dollars)**

Identification code 17–1806–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Operating forces .....	931	1,059	994
00.04 Administration and servicewide activities .....	82	149	178

09.01 Reimbursable program .....	44	37	38
10.00 Total new obligations .....	1,057	1,245	1,210

**Budgetary resources available for obligation:**

22.00 New budget authority (gross) .....	1,064	1,245	1,210
23.95 Total new obligations .....	–1,057	–1,245	–1,210
23.98 Unobligated balance expiring or withdrawn .....	–6		

**New budget authority (gross), detail:**

Discretionary:			
40.00 Appropriation .....	1,002	1,237	1,172
40.72 Reduction pursuant to P.L. 107–117 .....	–5		
40.75 Reduction pursuant to P.L. 107–248 .....		–7	
41.00 Transferred to other accounts .....		–22	
42.00 Transferred from other accounts .....	22		
43.00 Appropriation (total discretionary) .....	1,019	1,208	1,172
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	28	37	38
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	17		
68.90 Spending authority from offsetting collections (total discretionary) .....	44	37	38
70.00 Total new budget authority (gross) .....	1,064	1,245	1,210

**Change in obligated balances:**

72.40 Obligated balance, start of year .....	381	380	406
73.10 Total new obligations .....	1,057	1,245	1,210
73.20 Total outlays (gross) .....	–1,045	–1,220	–1,212
73.40 Adjustments in expired accounts (net) .....	–15		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	–17		
74.10 Change in uncollected customer payments from Federal sources (expired) .....	17		
74.40 Obligated balance, end of year .....	380	406	403

**Outlays (gross), detail:**

86.90 Outlays from new discretionary authority .....	766	886	862
86.93 Outlays from discretionary balances .....	279	335	352
87.00 Total outlays (gross) .....	1,045	1,220	1,212

**Offsets:**

Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	–42	–35	–36
88.40 Offsetting collections, Non-Federal sources, Other .....	–2	–2	–2
88.90 Total, offsetting collections (cash) .....	–46	–37	–38
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	–17		
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	16		

**Net budget authority and outlays:**

89.00 Budget authority .....	1,019	1,208	1,172
90.00 Outlays .....	999	1,183	1,174

**Additional net budget authority and outlays to cover cost of fully accruing retirement:**

99.00 Budget authority .....		6	6
99.01 Outlays .....		6	6

**Object Classification (in millions of dollars)**

Identification code 17–1806–0–1–051	2002 actual	2003 est.	2004 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent .....	62	61	66
11.3 Other than full-time permanent .....	2	2	1
11.5 Other personnel compensation .....	2	2	2
11.9 Total personnel compensation .....	66	65	69
12.1 Civilian personnel benefits .....	18	24	26
13.0 Benefits for former personnel .....		1	
21.0 Travel and transportation of persons .....	33	32	34
22.0 Transportation of things .....	1	1	1
23.2 Rental payments to others .....	2	2	2
23.3 Communications, utilities, and miscellaneous charges .....	48	147	167
24.0 Printing and reproduction .....	1	1	1



25.1	Advisory and assistance services .....	1	1	1
25.2	Other services .....	44	55	48
	Other purchases of goods and services from Government accounts:			
25.3	Other purchases of goods and services from Government accounts .....	35	30	34
25.3	Purchases from revolving funds .....	84	94	107
25.4	Operation and maintenance of facilities .....	53	54	52
25.6	Medical care .....	2	2	2
25.7	Operation and maintenance of equipment .....	195	216	209
25.8	Subsistence and support of persons .....	10	13	10
26.0	Supplies and materials .....	245	259	182
31.0	Equipment .....	165	202	216
32.0	Land and structures .....	10	10	11
99.0	Direct obligations .....	1,013	1,209	1,172
99.0	Reimbursable obligations .....	44	36	38
99.9	Total new obligations .....	1,057	1,245	1,210

**Personnel Summary**

Identification code 17-1806-0-1-051	2002 actual	2003 est.	2004 est.
Direct:			
Total compensable workyears:			
1001 Civilian full-time equivalent employment .....	1,488	1,563	1,486
Reimbursable:			
Total compensable workyears:			
2001 Civilian full-time equivalent employment .....	36	25	24

**OPERATION AND MAINTENANCE, MARINE CORPS RESERVE**

For expenses, not otherwise provided for, necessary for the operation and maintenance, including training, organization, and administration, of the Marine Corps Reserve; repair of facilities and equipment; hire of passenger motor vehicles; travel and transportation; care of the dead; recruiting; procurement of services, supplies, and equipment; and communications, **[\$187,532,000] \$173,952,000, to remain available until September 30, 2005. (10 U.S.C. 503, 1481-88, 2110, 2202, 2631-34, 5013, 5062, 5252, 6022, 18233a; Department of Defense Appropriations Act, 2003.)**

**Program and Financing (in millions of dollars)**

Identification code 17-1107-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Operating forces .....	107	143	140
00.04 Administration and servicewide activities .....	32	35	34
09.01 Reimbursable program .....	17	2	2
10.00 Total new obligations .....	156	180	175

**Budgetary resources available for obligation:**

22.00 New budget authority (gross) .....	156	180	175
23.95 Total new obligations .....	-156	-180	-175

**New budget authority (gross), detail:**

Discretionary:			
40.00 Appropriation .....	144	187	174
40.72 Reduction pursuant to P.L. 107-117 .....	-1		
40.75 Reduction pursuant to P.L. 107-248 .....		-1	
41.00 Transferred to other accounts .....	-6	-7	
42.00 Transferred from other accounts .....	2		
43.00 Appropriation (total discretionary) .....	139	179	174
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	9	2	2
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	8		
68.90 Spending authority from offsetting collections (total discretionary) .....	17	2	2
70.00 Total new budget authority (gross) .....	156	180	175

**Change in obligated balances:**

72.40 Obligated balance, start of year .....	74	58	75
73.10 Total new obligations .....	156	180	175
73.20 Total outlays (gross) .....	-161	-164	-176
73.40 Adjustments in expired accounts (net) .....	-3		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	-8		

74.40 Obligated balance, end of year .....	58	75	74
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	105	116	112
86.93 Outlays from discretionary balances .....	56	49	64
87.00 Total outlays (gross) .....	161	164	176
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources .....	-9	-2	-2
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	-8		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	139	179	174
90.00 Outlays .....	152	162	174

**Object Classification (in millions of dollars)**

Identification code 17-1107-0-1-051	2002 actual	2003 est.	2004 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent .....	7	6	8
12.1 Civilian personnel benefits .....	1	2	1
21.0 Travel and transportation of persons .....	15	15	17
22.0 Transportation of things .....	5	4	6
23.1 Rental payments to GSA .....	2	2	2
23.3 Communications, utilities, and miscellaneous charges .....	16	51	45
24.0 Printing and reproduction .....	1	1	1
25.1 Advisory and assistance services .....	4	4	6
25.2 Other services .....	4	6	7
25.3 Purchases from revolving funds .....	23	26	30
25.4 Operation and maintenance of facilities .....	15	15	13
25.7 Operation and maintenance of equipment .....	13	15	13
26.0 Supplies and materials .....	29	24	18
31.0 Equipment .....	4	7	7
99.0 Direct obligations .....	139	178	174
99.0 Reimbursable obligations .....	17	2	1
99.9 Total new obligations .....	156	180	175

**Personnel Summary**

Identification code 17-1107-0-1-051	2002 actual	2003 est.	2004 est.
Direct:			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	150	153	152
Reimbursable:			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	2	3	3

**OPERATION AND MAINTENANCE, AIR FORCE RESERVE**

For expenses, not otherwise provided for, necessary for the operation and maintenance, including training, organization, and administration, of the Air Force Reserve; repair of facilities and equipment; hire of passenger motor vehicles; travel and transportation; care of the dead; recruiting; procurement of services, supplies, and equipment; and communications, **[\$2,163,104,000] \$2,179,188,000, to remain available until September 30, 2005. (10 U.S.C. 264, 510-11, 1124, 1481-88, 2232-37, 8013, 8541-42, 8721-23, 9301-04, 9315, 9411-14, 9531, 9536, 9561-63, 9593, 9741, 9743, 18233a; 37 U.S.C. 404-11; Department of Defense Appropriations Act, 2003.)**

**Program and Financing (in millions of dollars)**

Identification code 57-3740-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Operating forces .....	1,891	2,043	2,074
00.04 Administration and servicewide activities .....	108	107	105
09.01 Reimbursable program .....	283	64	66
10.00 Total new obligations .....	2,282	2,214	2,245

**Budgetary resources available for obligation:**

22.00 New budget authority (gross) .....	2,287	2,214	2,245
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**General and special funds—Continued****OPERATION AND MAINTENANCE, AIR FORCE RESERVE—Continued****Program and Financing (in millions of dollars)—Continued**

Identification code 57-3740-0-1-051	2002 actual	2003 est.	2004 est.
23.95 Total new obligations .....	-2,282	-2,214	-2,245
23.98 Unobligated balance expiring or withdrawn .....	-7		
<b>New budget authority (gross), detail:</b>			
<b>Discretionary:</b>			
40.00 Appropriation .....	2,020	2,162	2,179
40.72 Reduction pursuant to P.L. 107-117 .....	-14		
40.73 Reduction pursuant to P.L. 107-206 .....	-1		
40.75 Reduction pursuant to P.L. 107-248 .....		-12	
42.00 Transferred from other accounts .....	1		
43.00 Appropriation (total discretionary) .....	2,006	2,150	2,179
<b>Spending authority from offsetting collections:</b>			
68.00 Offsetting collections (cash) .....	241	64	66
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	40		
68.90 Spending authority from offsetting collections (total discretionary) .....	281	64	66
70.00 Total new budget authority (gross) .....	2,287	2,214	2,245
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	401	601	492
73.10 Total new obligations .....	2,282	2,214	2,245
73.20 Total outlays (gross) .....	-2,046	-2,324	-2,225
73.40 Adjustments in expired accounts (net) .....	4		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	-40		
74.40 Obligated balance, end of year .....	601	492	512
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	1,746	1,802	1,827
86.93 Outlays from discretionary balances .....	300	523	398
87.00 Total outlays (gross) .....	2,046	2,324	2,225
<b>Offsets:</b>			
<b>Against gross budget authority and outlays:</b>			
<b>Offsetting collections (cash) from:</b>			
88.00 Federal sources .....	-256	-63	-65
88.40 Offsetting collections, Non-Federal sources, Other .....	-2	-1	-1
88.90 Total, offsetting collections (cash) .....	-258	-64	-66
<b>Against gross budget authority only:</b>			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	-40		
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	17		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	2,006	2,150	2,179
90.00 Outlays .....	1,789	2,260	2,159
<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>			
99.00 Budget authority .....		55	57
99.01 Outlays .....		55	57

**Object Classification (in millions of dollars)**

Identification code 57-3740-0-1-051	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
11.1 Personnel compensation: Full-time permanent .....	798	892	929
21.0 Travel and transportation of persons .....	22	18	21
22.0 Transportation of things .....	2	3	3
23.2 Rental payments to others .....	1	1	1
23.3 Communications, utilities, and miscellaneous charges .....	30	30	29
24.0 Printing and reproduction .....	2	2	3
25.1 Advisory and assistance services .....	3	7	7
25.2 Other services .....	139	110	101
<b>Other purchases of goods and services from Government accounts:</b>			
25.3 Other purchases of goods and services from Government accounts .....		2	2
25.3 Purchases from revolving funds .....	481	487	508

25.4 Operation and maintenance of facilities .....	120	69	71
25.7 Operation and maintenance of equipment .....	26	31	29
26.0 Supplies and materials .....	296	475	441
31.0 Equipment .....	72	17	27
42.0 Insurance claims and indemnities .....	8	7	7
99.0 Direct obligations .....	2,000	2,151	2,179
99.0 Reimbursable obligations .....	282	63	66
99.9 Total new obligations .....	2,282	2,214	2,245

**Personnel Summary**

Identification code 57-3740-0-1-051	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	12,848	13,861	13,813
<b>Reimbursable:</b>			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	147	299	299

**OPERATION AND MAINTENANCE, ARMY NATIONAL GUARD**

For expenses of training, organizing, and administering the Army National Guard, including medical and hospital treatment and related expenses in non-Federal hospitals; maintenance, operation, and repairs to structures and facilities; hire of passenger motor vehicles; personnel services in the National Guard Bureau; travel expenses (other than mileage), as authorized by law for Army personnel on active duty, for Army National Guard division, regimental, and battalion commanders while inspecting units in compliance with National Guard Bureau regulations when specifically authorized by the Chief, National Guard Bureau; supplying and equipping the Army National Guard as authorized by law; and expenses of repair, modification, maintenance, and issue of supplies and equipment (including aircraft), **[\$4,261,707,000] \$4,211,331,000**, to remain available until September 30, 2005. (10 U.S.C. 261-80, 2231-38, 2511, 4651; 32 U.S.C. 701-02, 709, 18233a; Department of Defense Appropriations Act, 2003.)

**Program and Financing (in millions of dollars)**

Identification code 21-2065-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Operating forces .....	3,500	3,971	3,947
00.04 Administration and servicewide activities .....	247	268	264
09.01 Reimbursable program .....	150	160	160
10.00 Total new obligations .....	3,897	4,399	4,371
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	1	3	
22.00 New budget authority (gross) .....	3,904	4,397	4,371
23.90 Total budgetary resources available for obligation .....	3,905	4,399	4,371
23.95 Total new obligations .....	-3,897	-4,399	-4,371
23.98 Unobligated balance expiring or withdrawn .....	-5		
24.40 Unobligated balance carried forward, end of year .....	3		
<b>New budget authority (gross), detail:</b>			
<b>Discretionary:</b>			
40.00 Appropriation .....	3,759	4,261	4,211
40.72 Reduction pursuant to P.L. 107-117 .....	-26		
40.73 Reduction pursuant to P.L. 107-206 .....	-6		
40.75 Reduction pursuant to P.L. 107-248 .....		-24	
42.00 Transferred to other DoD accounts .....	27		
43.00 Appropriation (total discretionary) .....	3,754	4,237	4,211
<b>Spending authority from offsetting collections:</b>			
68.00 Offsetting collections (cash) .....	139	160	160
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	11		
68.90 Spending authority from offsetting collections (total discretionary) .....	150	160	160
70.00 Total new budget authority (gross) .....	3,904	4,397	4,371
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	1,156	1,246	1,385
73.10 Total new obligations .....	3,897	4,399	4,371

73.20	Total outlays (gross) .....	—3,745	—4,261	—4,332
73.40	Adjustments in expired accounts (net) .....	—68		
74.00	Change in uncollected customer payments from Federal sources (unexpired) .....	—11		
74.10	Change in uncollected customer payments from Federal sources (expired) .....	18		
74.40	Obligated balance, end of year .....	1,246	1,385	1,422

**Outlays (gross), detail:**

86.90	Outlays from new discretionary authority .....	2,823	3,189	3,171
86.93	Outlays from discretionary balances .....	922	1,072	1,161

87.00	Total outlays (gross) .....	3,745	4,261	4,332
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**Offsets:**

Against gross budget authority and outlays:

Offsetting collections (cash) from:

88.00	Federal sources .....	—142	—158	—158
88.40	Offsetting collections, Non-Federal sources, Other .....	—11	—2	—2

88.90	Total, offsetting collections (cash) .....	—153	—160	—160
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Against gross budget authority only:

88.95	Change in uncollected customer payments from Federal sources (unexpired) .....	—11		
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88.96	Portion of offsetting collections (cash) credited to expired accounts .....	14		
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**Net budget authority and outlays:**

89.00	Budget authority .....	3,754	4,237	4,211
90.00	Outlays .....	3,592	4,101	4,172

**Additional net budget authority and outlays to cover cost of fully accruing retirement:**

99.00	Budget authority .....	87		93
99.01	Outlays .....	87		93

**Object Classification (in millions of dollars)**

Identification code 21—2065—0—1—051	2002 actual	2003 est.	2004 est.
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**Direct obligations:****Personnel compensation:**

11.1	Full-time permanent .....	960	1,002	1,041
11.3	Other than full-time permanent .....	107	111	115
11.5	Other personnel compensation .....	13	12	12

11.9	Total personnel compensation .....	1,080	1,124	1,167
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12.1	Civilian personnel benefits .....	319	342	356
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13.0	Benefits for former personnel .....	1	1	1
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21.0	Travel and transportation of persons .....	87	73	73
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22.0	Transportation of things .....	46	45	46
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23.1	Rental payments to GSA .....	8	26	17
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23.2	Rental payments to others .....	15	11	8
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23.3	Communications, utilities, and miscellaneous charges .....	142	200	168
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24.0	Printing and reproduction .....	24	3	3
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25.1	Advisory and assistance services .....	54	17	48
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25.2	Other services .....	76	99	101
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**Other purchases of goods and services from Government accounts:**

25.3	Other purchases of goods and services from Government accounts .....	102	116	116
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25.3	Purchases from revolving funds .....	45	177	198
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25.4	Operation and maintenance of facilities .....	466	502	461
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25.6	Medical care .....	36	59	51
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25.7	Operation and maintenance of equipment .....	190	132	60
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25.8	Subsistence and support of persons .....	4	11	7
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26.0	Supplies and materials .....	898	1,016	1,128
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31.0	Equipment .....	105	125	81
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32.0	Land and structures .....	51	160	121
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99.0	Direct obligations .....	3,749	4,240	4,212
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99.0	Reimbursable obligations .....	148	159	159
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99.9	Total new obligations .....	3,897	4,399	4,371
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**Personnel Summary**

Identification code 21—2065—0—1—051	2002 actual	2003 est.	2004 est.
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**Direct:**

1001	Total compensable workyears: Civilian full-time equivalent employment .....	25,580	25,698	25,938
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**Reimbursable:**

2001	Total compensable workyears: Civilian full-time equivalent employment .....			
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**OPERATION AND MAINTENANCE, AIR NATIONAL GUARD**

For operation and maintenance of the Air National Guard, including medical and hospital treatment and related expenses in non-Federal hospitals; maintenance, operation, repair, and other necessary expenses of facilities for the training and administration of the Air National Guard, including repair of facilities, maintenance, operation, and modification of aircraft; transportation of things, hire of passenger motor vehicles; supplies, materials, and equipment, as authorized by law for the Air National Guard; and expenses incident to the maintenance and use of supplies, materials, and equipment, including such as may be furnished from stocks under the control of agencies of the Department of Defense; travel expenses (other than mileage) on the same basis as authorized by law for Air National Guard personnel on active Federal duty, for Air National Guard commanders while inspecting units in compliance with National Guard Bureau regulations when specifically authorized by the Chief, National Guard Bureau, **[\$4,117,585,000]** *\$4,402,646,000*, to remain available until September 30, 2005. (10 U.S.C. 261–80, 2232–38, 2511, 8012, 8721–22, 9741, 9743; 32 U.S.C. 106, 107, 320, 701–03, 709, 18233a; 37 U.S.C. 404–11; Department of Defense Appropriations Act, 2003.)

**Program and Financing (in millions of dollars)**

Identification code 57–3840–0–1–051	2002 actual	2003 est.	2004 est.
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**Obligations by program activity:**

00.01	Operating forces .....	3,917	4,058	4,366
00.04	Administration and servicewide activities .....	18	33	36
09.01	Reimbursable program .....	848	251	265

10.00	Total new obligations .....	4,783	4,343	4,668
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**Budgetary resources available for obligation:**

22.00	New budget authority (gross) .....	4,799	4,343	4,668
23.95	Total new obligations .....	—4,783	—4,343	—4,668
23.98	Unobligated balance expiring or withdrawn .....	—16		

**New budget authority (gross), detail:****Discretionary:**

40.00	Appropriation .....	3,980	4,115	4,403
40.72	Reduction pursuant to P.L. 107–117 .....	—28		
40.73	Reduction pursuant to P.L. 107–206 .....	—3		
40.75	Reduction pursuant to P.L. 107–248 .....		—23	
41.00	Transferred to other DoD Accounts .....	—4		
42.00	Transferred from other DoD Accounts .....	6		

43.00	Appropriation (total discretionary) .....	3,951	4,092	4,403
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**Spending authority from offsetting collections:**

68.00	Offsetting collections (cash) .....	611	251	265
68.10	Change in uncollected customer payments from Federal sources (unexpired) .....	237		

68.90	Spending authority from offsetting collections (total discretionary) .....	848	251	265
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70.00	Total new budget authority (gross) .....	4,799	4,343	4,668
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**Change in obligated balances:**

72.40	Obligated balance, start of year .....	766	1,017	829
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73.10	Total new obligations .....	4,783	4,343	4,668
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73.20	Total outlays (gross) .....	—4,315	—4,530	—4,584
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73.40	Adjustments in expired accounts (net) .....	—42		
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74.00	Change in uncollected customer payments from Federal sources (unexpired) .....	—237		
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74.10	Change in uncollected customer payments from Federal sources (expired) .....	62		
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74.40	Obligated balance, end of year .....	1,017	829	913
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**Outlays (gross), detail:**

86.90	Outlays from new discretionary authority .....	3,648	3,606	3,876
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86.93	Outlays from discretionary balances .....	667	924	708
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87.00	Total outlays (gross) .....	4,315	4,530	4,584
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**Offsets:**

Against gross budget authority and outlays:

Offsetting collections (cash) from:

88.00	Federal sources .....	—673	—248	—262
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88.40	Offsetting collections, Non-Federal sources, Other .....	—2	—3	—3
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88.90	Total, offsetting collections (cash) .....	—675	—251	—265
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**General and special funds—Continued****OPERATION AND MAINTENANCE, AIR NATIONAL GUARD—Continued****Program and Financing (in millions of dollars)—Continued**

Identification code 57-3840-0-1-051	2002 actual	2003 est.	2004 est.
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	-237		
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	64		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	3,951	4,092	4,403
90.00 Outlays .....	3,640	4,279	4,319
<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>			
99.00 Budget authority .....		88	94
99.01 Outlays .....		88	94

**Object Classification (in millions of dollars)**

Identification code 57-3840-0-1-051	2002 actual	2003 est.	2004 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent .....	906	1,029	1,072
11.3 Other than full-time permanent .....	64	73	76
11.5 Other personnel compensation .....	30	34	35
11.9 Total personnel compensation .....	1,000	1,136	1,183
12.1 Civilian personnel benefits .....	290	338	353
13.0 Benefits for former personnel .....	2	4	4
21.0 Travel and transportation of persons .....	49	43	45
22.0 Transportation of things .....	19	10	12
23.2 Rental payments to others .....	4	2	2
23.3 Communications, utilities, and miscellaneous charges .....	61	65	64
24.0 Printing and reproduction .....	1	2	2
25.1 Advisory and assistance services .....	16	6	6
25.2 Other services .....	50	43	49
Other purchases of goods and services from Government accounts:			
25.3 Other purchases of goods and services from Government accounts .....	3	10	7
25.3 Purchases from revolving funds .....	710	564	621
25.4 Operation and maintenance of facilities .....	387	396	356
25.6 Medical care .....	1	2	3
25.7 Operation and maintenance of equipment .....	115	124	250
26.0 Supplies and materials .....	1,067	1,275	1,381
31.0 Equipment .....	145	59	54
42.0 Insurance claims and indemnities .....	14	13	13
99.0 Direct obligations .....	3,934	4,092	4,405
99.0 Reimbursable obligations .....	849	251	263
99.9 Total new obligations .....	4,783	4,343	4,668

**Personnel Summary**

Identification code 57-3840-0-1-051	2002 actual	2003 est.	2004 est.
Direct:			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	20,864	23,290	23,533
Reimbursable:			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	676	869	842

**QUALITY OF LIFE ENHANCEMENTS, DEFENSE****Program and Financing (in millions of dollars)**

Identification code 97-0839-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Quality of life enhancements .....	46		
10.00 Total new obligations (object class 26.0) .....	46		
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	45		

22.10 Resources available from recoveries of prior year obligations .....	9		
23.90 Total budgetary resources available for obligation .....	54		
23.95 Total new obligations .....	-46		
23.98 Unobligated balance expiring or withdrawn .....	-8		

**Change in obligated balances:**

72.40 Obligated balance, start of year .....	320	134	49
73.10 Total new obligations .....	46		
73.20 Total outlays (gross) .....	-225	-85	-27
73.40 Adjustments in expired accounts (net) .....	1		
73.45 Recoveries of prior year obligations .....	-9		
74.10 Change in uncollected customer payments from Federal sources (expired) .....	1		
74.40 Obligated balance, end of year .....	134	49	21

**Outlays (gross), detail:**

86.93 Outlays from discretionary balances .....	225	85	27
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**Offsets:**

Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources .....	-1		
Against gross budget authority only:			
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	1		

**Net budget authority and outlays:**

89.00 Budget authority .....			
90.00 Outlays .....	224	85	27

**OVERSEAS CONTINGENCY OPERATIONS TRANSFER ACCOUNT****(INCLUDING TRANSFER OF FUNDS)**

For expenses directly relating to Overseas Contingency Operations by United States military forces, **[\$5,000,000] \$50,000,000**, to remain available until expended: *Provided*, That the Secretary of Defense may transfer these funds only to military personnel accounts; operation and maintenance accounts within this title; the Defense Health Program appropriation; procurement accounts; research, development, test and evaluation accounts; and to working capital funds: *Provided further*, That the funds transferred shall be merged with and shall be available for the same purposes and for the same time period, as the appropriation to which transferred: *Provided further*, That upon a determination that all or part of the funds transferred from this appropriation are not necessary for the purposes provided herein, such amounts may be transferred back to this appropriation: *Provided further*, That the transfer authority provided in this paragraph is in addition to any other transfer authority contained elsewhere in this Act. (*Department of Defense Appropriations Act, 2003.*)

**Program and Financing (in millions of dollars)**

Identification code 97-0118-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Overseas Contingency Operations Transfer Fund .....		37	50
10.00 Total new obligations (object class 26.0) .....		37	50
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	129	32	
22.00 New budget authority (gross) .....	13	5	50
22.21 Unobligated balance transferred to other accounts .....	-109		
23.90 Total budgetary resources available for obligation .....	32	37	50
23.95 Total new obligations .....		-37	-50
24.40 Unobligated balance carried forward, end of year .....	32		

**New budget authority (gross), detail:**

Discretionary:			
40.00 Appropriation .....	50	5	50
41.00 Transferred to other accounts .....	-37		
43.00 Appropriation (total discretionary) .....	13	5	50

**Change in obligated balances:**

72.40 Obligated balance, start of year .....			1
73.10 Total new obligations .....		37	50
73.20 Total outlays (gross) .....		-36	-38
74.40 Obligated balance, end of year .....		1	13

<b>Outlays (gross), detail:</b>			
86.90	Outlays from new discretionary authority .....	4	37
86.93	Outlays from discretionary balances .....	32	1
87.00	Total outlays (gross) .....	36	38
<b>Net budget authority and outlays:</b>			
89.00	Budget authority .....	13	5
90.00	Outlays .....	36	38

## OPLAN 34A-35 P.O.W. PAYMENTS

## Program and Financing (in millions of dollars)

Identification code 97-0840-0-1-051	2002 actual	2003 est.	2004 est.
<b>Budgetary resources available for obligation:</b>			
21.40	Unobligated balance carried forward, start of year	5	1
22.00	New budget authority (gross) .....	-4	
23.90	Total budgetary resources available for obligation	1	1
24.40	Unobligated balance carried forward, end of year .....	1	1
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00	Appropriation .....		
40.73	Reduction pursuant to P.L. 107-206 .....	-4	
43.00	Appropriation (total discretionary) .....	-4	
<b>Change in obligated balances:</b>			
73.20	Total outlays (gross) .....		
<b>Net budget authority and outlays:</b>			
89.00	Budget authority .....	-4	
90.00	Outlays .....		

This account provides funding for payments to certain individuals, who served time in prisoner of war camps, and their families. The payments are required by section 657 of Public Law 104-201 as amended by section 658 of Public Law 105-261.

## UNITED STATES COURTS OF APPEALS FOR THE ARMED FORCES

For salaries and expenses necessary for the United States Court of Appeals for the Armed Forces, **[\$9,614,000]** \$10,333,000 of which not to exceed \$2,500 can be used for official representation purposes. (10 U.S.C. 867; Department of Defense Appropriations Act, 2003.)

## Program and Financing (in millions of dollars)

Identification code 97-0104-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.04	Admin and Assoc Act .....	9	10
10.00	Total new obligations .....	9	10
<b>Budgetary resources available for obligation:</b>			
22.00	New budget authority (gross) .....	9	10
23.95	Total new obligations .....	-9	-10
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00	Appropriation .....	9	10
<b>Change in obligated balances:</b>			
72.40	Obligated balance, start of year .....	4	5
73.10	Total new obligations .....	9	10
73.20	Total outlays (gross) .....	-8	-13
73.40	Adjustments in expired accounts (net) .....	-1	
74.40	Obligated balance, end of year .....	5	2
<b>Outlays (gross), detail:</b>			
86.90	Outlays from new discretionary authority .....	8	9
86.93	Outlays from discretionary balances .....		1
87.00	Total outlays (gross) .....	8	10

<b>Net budget authority and outlays:</b>			
89.00	Budget authority .....	9	10
90.00	Outlays .....	8	13

## Additional net budget authority and outlays to cover cost of fully accruing retirement:

99.00	Budget authority .....		
99.01	Outlays .....		

## Object Classification (in millions of dollars)

Identification code 97-0104-0-1-051	2002 actual	2003 est.	2004 est.
11.1	Personnel compensation: Full-time permanent .....	6	5
12.1	Civilian personnel benefits .....		1
23.1	Rental payments to GSA .....	1	1
25.2	Other services .....	2	3
99.9	Total new obligations .....	9	10

## Personnel Summary

Identification code 97-0104-0-1-051	2002 actual	2003 est.	2004 est.
Direct:			
1001	Total compensable workyears: Civilian full-time equivalent employment .....	52	59
Reimbursable:			
2001	Total compensable workyears: Civilian full-time equivalent employment .....		

COUNTER-TERRORISM AND OPERATIONAL RESPONSE TRANSFER FUND  
(INCLUDING TRANSFER OF FUNDS)

## Program and Financing (in millions of dollars)

Identification code 97-0099-0-1-051	2002 actual	2003 est.	2004 est.
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00	Appropriation .....	478	
40.72	Reduction pursuant to P.L. 107-117 .....	-3	
41.00	Transferred to other accounts .....	-475	
43.00	Appropriation (total discretionary) .....		
<b>Net budget authority and outlays:</b>			
89.00	Budget authority .....		
90.00	Outlays .....		

DRUG INTERDICTION AND COUNTER-DRUG ACTIVITIES, DEFENSE  
(INCLUDING TRANSFER OF FUNDS)

For drug interdiction and counter-drug activities of the Department of Defense, for transfer to appropriations available to the Department of Defense for military personnel of the reserve components serving under the provisions of title 10 and title 32, United States Code; for Operation and maintenance; for Procurement; and for Research, development, test and evaluation, **[\$881,907,000]** \$817,371,000, to remain available until September 30, 2005: *Provided*, That the [The] funds appropriated under this heading shall be available for obligation for the same time period and for the same purpose as the appropriation to which transferred: *Provided further*, That upon a determination that all or part of the funds transferred from this appropriation are not necessary for the purposes provided herein, such amounts may be transferred back to this appropriation: *Provided further*, That the transfer authority provided under this heading is in addition to any other transfer authority contained elsewhere in this Act. (Department of Defense Appropriations Act, 2003.)

## Program and Financing (in millions of dollars)

Identification code 97-0105-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01	Drug interdiction and counter-drug activities .....	872	817
10.00	Total new obligations .....	872	817

**General and special funds—Continued****DRUG INTERDICTION AND COUNTER-DRUG ACTIVITIES, DEFENSE—Continued**

(INCLUDING TRANSFER OF FUNDS)—Continued

**Program and Financing (in millions of dollars)—Continued**

Identification code 97–0105–0–1–051	2002 actual	2003 est.	2004 est.
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	11		
22.00 New budget authority (gross)		872	817
22.21 Unobligated balance transferred to other accounts	– 11		
23.90 Total budgetary resources available for obligation		872	817
23.95 Total new obligations		– 872	– 817
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation	843	872	817
40.72 Reduction pursuant to P.L. 107–117	– 6		
41.00 Transferred to other DoD accounts	– 842		
42.00 Transferred from the Executive Office of the President	5		
43.00 Appropriation (total discretionary)		872	817
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year			222
73.10 Total new obligations		872	817
73.20 Total outlays (gross)		– 650	– 782
74.40 Obligated balance, end of year		222	257
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority		650	609
86.93 Outlays from discretionary balances			174
87.00 Total outlays (gross)		650	782
<b>Net budget authority and outlays:</b>			
89.00 Budget authority		872	817
90.00 Outlays		650	782

**Object Classification (in millions of dollars)**

Identification code 97–0105–0–1–051	2002 actual	2003 est.	2004 est.
21.0 Travel and transportation of persons		70	82
22.0 Transportation of things		23	26
23.2 Rental payments to others		6	4
23.3 Communications, utilities, and miscellaneous charges		19	14
25.1 Advisory and assistance services		24	54
25.2 Other services		100	109
25.3 Other purchases of goods and services from Government accounts		167	241
25.4 Operation and maintenance of facilities		13	13
25.7 Operation and maintenance of equipment		58	61
26.0 Supplies and materials		377	194
31.0 Equipment		15	19
99.9 Total new obligations		872	817

22.00 New budget authority (gross)	16	19	
23.90 Total budgetary resources available for obligation	26	29	10
23.95 Total new obligations	– 16	– 19	
24.40 Unobligated balance carried forward, end of year	10	10	10

**New budget authority (gross), detail:**

Discretionary:			
40.00 Appropriation	16	19	

**Change in obligated balances:**

72.40 Obligated balance, start of year	2	1	2
73.10 Total new obligations	16	19	
73.20 Total outlays (gross)	– 16	– 18	– 8
74.40 Obligated balance, end of year	1	2	– 6

**Outlays (gross), detail:**

86.90 Outlays from new discretionary authority	16	10	
86.93 Outlays from discretionary balances		8	8
87.00 Total outlays (gross)	16	18	8

**Net budget authority and outlays:**

89.00 Budget authority	16	19	
90.00 Outlays	17	18	8

**FOREIGN CURRENCY FLUCTUATIONS, DEFENSE****Program and Financing (in millions of dollars)**

Identification code 97–0801–0–1–051	2002 actual	2003 est.	2004 est.
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year		921	921
22.21 Unobligated balance transferred to other accounts	– 615		
22.22 Unobligated balance transferred from other accounts	559		
23.90 Total budgetary resources available for obligation	932	921	921
23.98 Unobligated balance expiring or withdrawn	– 11		
24.40 Unobligated balance carried forward, end of year	921	921	921
<b>Net budget authority and outlays:</b>			
89.00 Budget authority			
90.00 Outlays			

This account transfers funds, to operation and maintenance and military personnel appropriations, available for Defense activities in foreign countries to finance upward adjustment of recorded obligations due to foreign currency fluctuations above the budget rate. Transfers are made as needed to meet disbursement requirements in excess of funds otherwise available for obligation adjustment. Net gains resulting from favorable exchange rates are returned to this appropriation and are available for subsequent transfer when needed.

**DISASTER RELIEF****Program and Financing (in millions of dollars)**

Identification code 97–0132–0–1–051	2002 actual	2003 est.	2004 est.
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	2		
22.00 New budget authority (gross)	– 2		
23.90 Total budgetary resources available for obligation			
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.73 Reduction pursuant to P.L. 107–206	– 2		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority	– 2		
90.00 Outlays			

**[SUPPORT FOR INTERNATIONAL SPORTING COMPETITIONS, DEFENSE]**

[For logistical and security support for international sporting competitions (including pay and non-travel related allowances only for members of the Reserve Components of the Armed Forces of the United States called or ordered to active duty in connection with providing such support), \$19,000,000, to remain available until expended.] (*Department of Defense Appropriations Act, 2003.*)

**Program and Financing (in millions of dollars)**

Identification code 97–0838–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Support for international sporting competitions	16	19	
10.00 Total new obligations (object class 26.0)	16	19	
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	10	10	10

## DEFENSE HEALTH PROGRAM

For expenses, not otherwise provided for, for medical and health care programs of the Department of Defense, as authorized by law, **[\$14,843,542,000] \$15,270,509,000**, of which **[\$14,100,386,000] \$14,876,887,000** shall be for Operation and maintenance, of which not to exceed 2 percent shall to remain available until September 30, **[2004] 2005**; of which **[\$284,242,000] \$327,826,000**, to remain available for obligation until September 30, **[2005] 2006**, shall be for Procurement; of which **[\$458,914,000] \$65,796,000**, to remain available for obligation until September 30, **[2004] 2005**, shall be for Research, development, test and evaluation, and of which not less than \$7,000,000 shall be available for HIV prevention educational activities undertaken in connection with U.S. military training, exercises, and humanitarian assistance activities conducted primarily in African nations. (*Department of Defense Appropriations Act, 2003.*)

## Program and Financing (in millions of dollars)

Identification code 97-0130-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Operation and Maintenance .....	16,823	14,531	14,877
00.02 Procurement .....	284	389	351
00.03 Research, Development, Test and Evaluation .....	481	864	105
09.01 Reimbursable program .....	835	5,049	5,705
10.00 Total new obligations .....	18,423	20,833	21,038
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	1,002	1,098	107
22.00 New budget authority (gross) .....	18,457	19,842	20,976
22.10 Resources available from recoveries of prior year obligations .....	69		
22.21 Unobligated balance transferred to other accounts .....	-14		
22.22 Unobligated balance transferred from other accounts .....	26		
23.90 Total budgetary resources available for obligation .....	19,540	20,940	21,083
23.95 Total new obligations .....	-18,423	-20,833	-21,038
23.98 Unobligated balance expiring or withdrawn .....	-19		
24.40 Unobligated balance carried forward, end of year .....	1,098	107	45
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	18,388	14,845	15,271
40.72 Reduction pursuant to P.L. 107-117 .....	-128		
40.75 Reduction pursuant to P.L. 107-248 .....		-44	
41.00 Transferred to other accounts .....	-1,203	-8	
42.00 Transferred from other accounts .....	552		
43.00 Appropriation (total discretionary) .....	17,609	14,793	15,271
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	606	604	940
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	242		
68.90 Spending authority from offsetting collections (total discretionary) .....	848	604	940
Mandatory:			
69.00 Offsetting collections (cash) .....		4,445	4,765
70.00 Total new budget authority (gross) .....	18,457	19,842	20,976
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	3,940	5,727	5,372
73.10 Total new obligations .....	18,423	20,833	21,038
73.20 Total outlays (gross) .....	-15,936	-21,187	-21,131
73.40 Adjustments in expired accounts (net) .....	-389		
73.45 Recoveries of prior year obligations .....	-69		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	-242		
74.10 Change in uncollected customer payments from Federal sources (expired) .....	-1		
74.40 Obligated balance, end of year .....	5,727	5,372	5,278
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	13,295	11,915	12,708
86.93 Outlays from discretionary balances .....	2,641	4,827	3,658
86.97 Outlays from new mandatory authority .....		4,445	4,765
87.00 Total outlays (gross) .....	15,936	21,187	21,131

## Offsets:

Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
Federal sources:			
88.00 Federal sources .....	-365	-505	-845
88.00 Federal sources .....		-4,445	-4,765
Offsetting collections, Non-Federal sources:			
88.40 Other .....	-241	-99	-95
88.90 Total, offsetting collections (cash) .....	-606	-5,049	-5,705
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	-242		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	17,609	14,793	15,271
90.00 Outlays .....	15,330	16,138	15,426
<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>			
99.00 Budget authority .....		126	-4,000
99.01 Outlays .....		126	-4,000

The Defense Health Program provides care to present and retired members of the Armed Forces, their dependents, and other eligible beneficiaries. Beneficiaries may obtain care from Army, Navy, and Air Force facilities or through the civilian health care network under the TRICARE program.

Accrual accounting for Medicare-eligible beneficiaries began in 2003, and health care for these beneficiaries is funded from the Uniformed Services Retiree Health Care Fund. The budget includes a proposal to extend accrual financing to non-medicare eligible retiree healthcare.

The Defense Health Program also manages Research and Development funds appropriated by Congress. These funds primarily support medical information management systems development.

The estimates in the following table support the President's Budget proposal to extend accrual financing for health care provided to non-medicare eligible uniformed services retirees.

Uniformed Services Non-Medicare Eligible Retiree Health Care Accrual Proposal  
Effects on Defense Accounts in 2004

(Dollars in millions)		Mandatory	Discretionary
Uniformed Services Retiree Health Care Fund Spendout to the Defense Health Account for Non-Medicare Eligible Retiree Health Care in Mandatory Offsetting Collections, Outlays, and Spending Authority for:			
Defense .....		4,133	
Coast Guard .....		117	
Public Health Service .....		54	
National Oceanic and Atmospheric Administration .....		2	
Total Increase in Defense Health Mandatory Offsetting Collections		4,306	
Adjustments to Defense Discretionary Appropriation Payments to the Uniformed Services Retiree Health Care Fund Defense Military Personnel Accounts .....			
Adjustments to Defense Health Account .....			5,725
Adjustments to Defense Health Account .....			-4,133
Change to Defense Discretionary Appropriation .....			1,592

Medical care is provided in military facilities as follows:

	2002	2003	2004
Hospitals/Medical Centers .....	75	75	75
Clinics .....	461	461	461

These hospitals, medical centers, and clinics are staffed by:

	Staff in thousands		
	2002	2003	2004
Civilian work years .....	41	40	40
Military personnel .....	92	92	92
Percent of all active duty military personnel .....	6.6	6.6	6.9

The number of beneficiaries using the Defense Health Program is estimated as follows:

Eligible Beneficiary Category	FY02	FY03	FY04
Active Duty Personnel .....	1,608,804	1,652,701	1,621,050

## General and special funds—Continued

## DEFENSE HEALTH PROGRAM—Continued

	FY02	FY03	FY04
(Medicare Eligible Active Duty .....	(116)	(99)	(102)
Active Duty Family Members .....	2,219,010	2,285,578	2,233,932
(Medicare Eligible Active Duty Family Members) .....	(3,661)	(3,637)	(3,659)
Retirees .....	1,946,716	1,945,508	1,957,930
(Medicare Eligible Retirees) .....	(800,562)	(807,630)	(820,522)
Retiree Family Members and Survivors .....	2,747,956	2,765,296	2,782,790
(Medicare Eligible Retiree Family Members and Sur- vivors) .....	(741,372)	(774,331)	(802,721)
Total .....	8,522,486	8,649,083	8,595,702
(Medicare Eligible Total) .....	(1,545,711)	(1,585,697)	(1,627,003)

## Budget Plan (in millions of dollars)

Identification code 97-0130-0-1-051	2002 actual	2003 est.	2004 est.
Direct:			
0701 Operation and Maintenance .....		14,053	14,877
0702 Procurement .....		457	66
0703 Research, Development, Test and Evaluation .....		283	328
0791 Total direct program .....		14,794	15,271
0801 Reimbursable program .....		5,049	5,705
0893 Total budget plan .....		19,843	20,975

## Object Classification (in millions of dollars)

Identification code 97-0130-0-1-051	2002 actual	2003 est.	2004 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent .....	23	24	24
11.3 Other than full-time permanent .....			1
11.5 Other personnel compensation .....	1	1	1
11.9 Total personnel compensation .....	24	25	26
12.1 Civilian personnel benefits .....	5	5	5
21.0 Travel and transportation of persons .....	177	175	178
22.0 Transportation of things .....	7	7	7
23.1 Rental payments to GSA .....	12	13	13
23.2 Rental payments to others .....	29	35	36
23.3 Communications, utilities, and miscellaneous charges .....	149	172	174
24.0 Printing and reproduction .....	16	13	13
25.1 Advisory and assistance services .....	106	107	110
25.2 Other services .....	212	224	236
Other purchases of goods and services from Gov- ernment accounts:			
25.3 Other purchases of goods and services from Government accounts .....	2,040	2,036	2,083
25.3 Payments to foreign national indirect hire per- sonnel .....	33	43	44
25.4 Operation and maintenance of facilities .....	384	276	307
25.5 Research and development contracts .....	461	79	61
25.6 Medical care .....	9,912	8,809	9,072
25.7 Operation and maintenance of equipment .....	114	96	98
26.0 Supplies and materials .....	3,173	2,960	2,158
31.0 Equipment .....	712	687	690
41.0 Grants, subsidies, and contributions .....	22	22	22
99.0 Direct obligations .....	17,588	15,784	15,333
99.0 Reimbursable obligations .....	835	5,049	5,705
99.9 Total new obligations .....	18,423	20,833	21,038

## Personnel Summary

Identification code 97-0130-0-1-051	2002 actual	2003 est.	2004 est.
Direct:			
1001 Total compensable workyears: Civilian full-time equiv- alent employment .....	288	297	297
Reimbursable:			
2001 Total compensable workyears: Civilian full-time equiv- alent employment .....			

THE DEPARTMENT OF DEFENSE ENVIRONMENTAL RESTORATION  
ACCOUNTS

## ENVIRONMENTAL RESTORATION, ARMY

## (INCLUDING TRANSFER OF FUNDS)

For the Department of the Army, **[\$395,900,000]** \$396,018,000, to remain available until transferred: *Provided*, That the Secretary of the Army shall, upon determining that such funds are required for environmental restoration, reduction and recycling of hazardous waste, removal of unsafe buildings and debris of the Department of the Army, or for similar purposes, transfer the funds made available by this appropriation to other appropriations made available to the Department of the Army, to be merged with and to be available for the same purposes and for the same time period as the appropriations to which transferred: *Provided further*, That upon a determination that all or part of the funds transferred from this appropriation are not necessary for the purposes provided herein, such amounts may be transferred back to this appropriation. (*Department of Defense Appropriations Act, 2003.*)

## ENVIRONMENTAL RESTORATION, NAVY

## (INCLUDING TRANSFER OF FUNDS)

For the Department of the Navy, **[\$256,948,000]** \$256,153,000, to remain available until transferred: *Provided*, That the Secretary of the Navy shall, upon determining that such funds are required for environmental restoration, reduction and recycling of hazardous waste, removal of unsafe buildings and debris of the Department of the Navy, or for similar purposes, transfer the funds made available by this appropriation to other appropriations made available to the Department of the Navy, to be merged with and to be available for the same purposes and for the same time period as the appropriations to which transferred: *Provided further*, That upon a determination that all or part of the funds transferred from this appropriation are not necessary for the purposes provided herein, such amounts may be transferred back to this appropriation. (*Department of Defense Appropriations Act, 2003.*)

## ENVIRONMENTAL RESTORATION, AIR FORCE

## (INCLUDING TRANSFER OF FUNDS)

For the Department of the Air Force, **[\$389,773,000]** \$384,307,000, to remain available until transferred: *Provided*, That the Secretary of the Air Force shall, upon determining that such funds are required for environmental restoration, reduction and recycling of hazardous waste, removal of unsafe buildings and debris of the Department of the Air Force, or for similar purposes, transfer the funds made available by this appropriation to other appropriations made available to the Department of the Air Force, to be merged with and to be available for the same purposes and for the same time period as the appropriations to which transferred: *Provided further*, That upon a determination that all or part of the funds transferred from this appropriation are not necessary for the purposes provided herein, such amounts may be transferred back to this appropriation. (*Department of Defense Appropriations Act, 2003.*)

## ENVIRONMENTAL RESTORATION, DEFENSE-WIDE

## (INCLUDING TRANSFER OF FUNDS)

For the Department of Defense, **[\$23,498,000]** \$24,081,000, to remain available until transferred: *Provided*, That the Secretary of Defense shall, upon determining that such funds are required for environmental restoration, reduction and recycling of hazardous waste, removal of unsafe buildings and debris of the Department of Defense, or for similar purposes, transfer the funds made available by this appropriation to other appropriations made available to the Department of Defense, to be merged with and to be available for the same purposes and for the same time period as the appropriations to which transferred: *Provided further*, That upon a determination that all or part of the funds transferred from this appropriation are not necessary for the purposes provided herein, such amounts may be transferred back to this appropriation. (*Department of Defense Appropriations Act, 2003.*)



## ENVIRONMENTAL RESTORATION, DEFENSE

## Program and Financing (in millions of dollars)

Identification code 97-0810-0-1-051		2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>				
00.01	Department of Army .....		394	396
00.02	Department of Navy .....		256	256
00.03	Department of Air Force .....		387	384
00.04	Defense-wide .....		24	24
10.00	Total new obligations (object class 32.0) .....		1,061	1,060
<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance carried forward, start of year .....		1	
22.00	New budget authority (gross) .....		1,060	1,061
22.10	Resources available from recoveries of prior year obligations .....	1		
23.90	Total budgetary resources available for obligation .....	1	1,061	1,061
23.95	Total new obligations .....		-1,061	-1,060
24.40	Unobligated balance carried forward, end of year .....	1		
<b>New budget authority (gross), detail:</b>				
Discretionary:				
40.00	Appropriation .....	1,056	1,066	1,061
40.72	Reduction pursuant to P.L. 107-117 .....	-8		
40.75	Reduction pursuant to P.L. 107-248 .....		-6	
41.00	Transfer to other DoD accounts .....	-1,048		
43.00	Appropriation (total discretionary) .....		1,060	1,061
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....			828
73.10	Total new obligations .....		1,061	1,060
73.20	Total outlays (gross) .....	1	-233	-710
73.45	Recoveries of prior year obligations .....	-1		
74.40	Obligated balance, end of year .....		828	1,178
<b>Outlays (gross), detail:</b>				
86.90	Outlays from new discretionary authority .....		233	233
86.93	Outlays from discretionary balances .....	-1		477
87.00	Total outlays (gross) .....	-1	233	710
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....		1,060	1,061
90.00	Outlays .....	-1	233	710

ENVIRONMENTAL RESTORATION, FORMERLY USED DEFENSE SITES  
(INCLUDING TRANSFER OF FUNDS)

For the Department of the Army, **[\$246,102,000] \$212,619,000**, to remain available until transferred: *Provided*, That the Secretary of the Army shall, upon determining that such funds are required for environmental restoration, reduction and recycling of hazardous waste, removal of unsafe buildings and debris at sites formerly used by the Department of Defense, transfer the funds made available by this appropriation to other appropriations made available to the Department of the Army, to be merged with and to be available for the same purposes and for the same time period as the appropriations to which transferred: *Provided further*, That upon a determination that all or part of the funds transferred from this appropriation are not necessary for the purposes provided herein, such amounts may be transferred back to this appropriation. (*Department of Defense Appropriations Act, 2003.*)

## Program and Financing (in millions of dollars)

Identification code 97-0811-0-1-051		2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>				
00.05	Environmental restoration, formerly used Defense sites .....		247	213
10.00	Total new obligations (object class 32.0) .....		247	213
<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance carried forward, start of year .....		2	
22.00	New budget authority (gross) .....		245	213
22.10	Resources available from recoveries of prior year obligations .....	2		
23.90	Total budgetary resources available for obligation .....	2	247	213

23.95	Total new obligations .....	-247	-213
24.40	Unobligated balance carried forward, end of year .....	2	

## New budget authority (gross), detail:

Discretionary:				
40.00	Appropriation .....	222	246	213
40.72	Reduction pursuant to P.L. 107-117 .....	-1		
40.75	Reduction pursuant to P.L. 107-248 .....		-1	
41.00	Transfer to other DoD accounts .....	-221		
43.00	Appropriation (total discretionary) .....		245	213

## Change in obligated balances:

72.40	Obligated balance, start of year .....			193
73.10	Total new obligations .....		247	213
73.20	Total outlays (gross) .....	2	-54	-157
73.45	Recoveries of prior year obligations .....	-2		
74.40	Obligated balance, end of year .....		193	249

## Outlays (gross), detail:

86.90	Outlays from new discretionary authority .....		54	47
86.93	Outlays from discretionary balances .....	-2		110
87.00	Total outlays (gross) .....	-2	54	157

## Net budget authority and outlays:

89.00	Budget authority .....		245	213
90.00	Outlays .....	-2	54	157

The defense environmental restoration program provides for the identification, investigation, and cleanup of contamination resulting from past DoD activities. The Department has 19,564 sites requiring no further action, leaving 6,741 active sites at 1,733 military installations along with 2,233 projects at formerly used Defense properties. For these remaining sites and projects DoD is engaged in either a study to determine the extent of the contamination or the actual clean-up.

The Department's environmental restoration program is funded by five separate environmental restoration accounts, one for each military department, one for defense agencies and one for formerly used defense sites. This year, the first four accounts, Army, Navy, Air Force and Defense-wide environmental restoration accounts, which cover funding for active installations, are shown separately from the Formerly Used Defense Sites Environmental Restoration account, which funds environmental cleanup on properties no longer owned and/or used by the Defense Department. These five decentralized accounts include restoration activities from preliminary assessment and site planning to studies, then clean-up and finally closeout of a site, functions formerly funded in the defense environmental restoration account.

## OVERSEAS HUMANITARIAN, DISASTER, AND CIVIC AID

For expenses relating to the Overseas Humanitarian, Disaster, and Civic Aid programs of the Department of Defense (consisting of the programs provided under sections 401, 402, 404, 2547, and **[2551] 2561** of title 10, United States Code), **[\$58,400,000] \$59,000,000**, to remain available until September 30, **[2004] 2005**. (*Department of Defense Appropriations Act, 2003.*)

## Program and Financing (in millions of dollars)

Identification code 97-0819-0-1-051		2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>				
00.01	Overseas humanitarian, disaster and civic aid .....	66	46	59
10.00	Total new obligations .....	66	46	59
<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance carried forward, start of year .....	19	8	20
22.00	New budget authority (gross) .....	49	58	59
22.10	Resources available from recoveries of prior year obligations .....	6		
23.90	Total budgetary resources available for obligation .....	75	66	79
23.95	Total new obligations .....	-66	-46	-59

**General and special funds—Continued****OVERSEAS HUMANITARIAN, DISASTER, AND CIVIC AID—Continued****Program and Financing (in millions of dollars)—Continued**

Identification code 97-0819-0-1-051	2002 actual	2003 est.	2004 est.
24.00 Unobligated balance carried forward, end of year .....	8	20	21
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	49	58	59
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	1		
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	-1		
68.90 Spending authority from offsetting collections (total discretionary) .....			
70.00 Total new budget authority (gross) .....	49	58	59
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	39	39	26
73.10 Total new obligations .....	66	46	59
73.20 Total outlays (gross) .....	-58	-58	-52
73.40 Adjustments in expired accounts (net) .....	-3		
73.45 Recoveries of prior year obligations .....	-6		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	1		
74.40 Obligated balance, end of year .....	39	26	33
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	17	13	13
86.93 Outlays from discretionary balances .....	40	45	39
87.00 Total outlays (gross) .....	58	58	52
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources Against gross budget authority only:	-1		
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	1		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	49	58	59
90.00 Outlays .....	57	58	52

**Budget Plan (in millions of dollars)**

Identification code 97-0819-0-1-051	2002 actual	2003 est.	2004 est.
0701 Overseas humanitarian, disaster and civic aid .....	49	58	59
0893 Total budget plan .....	49	58	59

**Object Classification (in millions of dollars)**

Identification code 97-0819-0-1-051	2002 actual	2003 est.	2004 est.
26.0 Direct obligations: Supplies and materials .....	65	46	59
99.0 Reimbursable obligations: Reimbursable obligations .....	1		
99.9 Total new obligations .....	66	46	59

**DEFENSE REINVESTMENT FOR ECONOMIC GROWTH****Program and Financing (in millions of dollars)**

Identification code 97-0828-0-1-051	2002 actual	2003 est.	2004 est.
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	48	46	46
73.20 Total outlays (gross) .....	-2		
74.40 Obligated balance, end of year .....	46	46	46
<b>Outlays (gross), detail:</b>			
86.93 Outlays from discretionary balances .....	2		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			

90.00 Outlays ..... 2 .....

**FORMER SOVIET UNION THREAT REDUCTION**

For assistance to the republics of the former Soviet Union, including assistance provided by contract or by grants, for facilitating the elimination and the safe and secure transportation and storage of nuclear, chemical and other weapons; for establishing programs to prevent the proliferation of weapons, weapons components, and weapon-related technology and expertise; for programs relating to the training and support of defense and military personnel for demilitarization and protection of weapons, weapons components and weapons technology and expertise, and for defense and military contacts, **[\$416,700,000] \$450,800,000**, to remain available until September 30, **[2005: Provided, That of the amounts provided under this heading, \$10,000,000 shall be available only to support the dismantling and disposal of nuclear submarines and submarine reactor components in the Russian Far East]** 2006. (*Department of Defense Appropriations Act, 2003.*)

**Program and Financing (in millions of dollars)**

Identification code 97-0134-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 FSU Threat Reduction .....	376	537	439
10.00 Total new obligations .....	376	537	439
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	678	666	543
22.00 New budget authority (gross) .....	359	414	451
22.10 Resources available from recoveries of prior year obligations .....	37		
22.21 Unobligated balance transferred to other accounts .....	-30		
23.90 Total budgetary resources available for obligation .....	1,044	1,080	994
23.95 Total new obligations .....	-376	-537	-439
23.98 Unobligated balance expiring or withdrawn .....	-1		
24.40 Unobligated balance carried forward, end of year .....	666	543	555
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	403	417	451
40.36 Unobligated balance rescinded .....	-32		
40.72 Reduction pursuant to P.L. 107-117 .....	-3		
40.73 Reduction pursuant to P.L. 107-206 .....	-10		
40.75 Reduction pursuant to P.L. 107-248 .....		-2	
43.00 Appropriation (total discretionary) .....	358	414	451
68.10 Spending authority from offsetting collections: Change in uncollected customer payments from Federal sources (unexpired) .....	1		
70.00 Total new budget authority (gross) .....	359	414	451
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	590	553	354
73.10 Total new obligations .....	376	537	439
73.20 Total outlays (gross) .....	-379	-736	-477
73.40 Adjustments in expired accounts (net) .....	4		
73.45 Recoveries of prior year obligations .....	-37		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	-1		
74.40 Obligated balance, end of year .....	553	354	316
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....		83	90
86.93 Outlays from discretionary balances .....	379	653	387
87.00 Total outlays (gross) .....	379	736	477
<b>Offsets:</b>			
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	-1		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	358	414	451
90.00 Outlays .....	380	736	477

**Budget Plan** (in millions of dollars)

Identification code 97–0134–0–1–051	2002 actual	2003 est.	2004 est.
0701 Threat reduction activities .....	400	414	451
0893 Total budget plan .....	400	414	451

**Object Classification** (in millions of dollars)

Identification code 97–0134–0–1–051	2002 actual	2003 est.	2004 est.
Direct obligations:			
21.0 Travel and transportation of persons .....	3	1	3
23.2 Rental payments to others .....	1		
25.1 Advisory and assistance services .....	1	1	1
25.2 Other services .....	303	323	348
25.3 Other purchases of goods and services from Government accounts .....	34	63	57
26.0 Supplies and materials .....	33	123	
31.0 Equipment .....		26	30
99.0 Direct obligations .....	375	537	439
99.0 Reimbursable obligations .....	1		
99.9 Total new obligations .....	376	537	439

**[PAYMENT TO KAHŌ'OLAWÉ ISLAND CONVEYANCE, REMEDIATION, AND ENVIRONMENTAL RESTORATION FUND]**

**[For payment to Kaho'olawe Island Conveyance, Remediation, and Environmental Restoration Fund, as authorized by law, \$75,000,000, to remain available until expended.] (Department of Defense Appropriations Act, 2003.)**

**Program and Financing** (in millions of dollars)

Identification code 17–1236–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Direct program activity .....	76	75	
10.00 Total new obligations (object class 32.0) .....	76	75	
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	9	13	13
22.00 New budget authority (gross) .....	67	75	
22.10 Resources available from recoveries of prior year obligations .....	14		
23.90 Total budgetary resources available for obligation .....	90	88	13
23.95 Total new obligations .....	–76	–75	
24.40 Unobligated balance carried forward, end of year .....	13	13	13
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	68	75	
40.72 Reduction pursuant to P.L. 107–117 .....	–1		
43.00 Appropriation (total discretionary) .....	67	75	

**Change in obligated balances:**

72.40 Obligated balance, start of year .....	38	29	29
73.10 Total new obligations .....	76	75	
73.20 Total outlays (gross) .....	–71	–75	
73.45 Recoveries of prior year obligations .....	–14		
74.40 Obligated balance, end of year .....	29	29	29

**Outlays (gross), detail:**

86.90 Outlays from new discretionary authority .....	67	75	
86.93 Outlays from discretionary balances .....	4		
87.00 Total outlays (gross) .....	71	75	

**Net budget authority and outlays:**

89.00 Budget authority .....	67	75	
90.00 Outlays .....	71	75	

**DEFENSE EMERGENCY RESPONSE FUND****Program and Financing** (in millions of dollars)

Identification code 97–0833–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Increased Situational Awareness .....	1,268	408	
00.02 Enhanced Force Protection .....	3,249	117	
00.03 Improved Command & Control .....	1,055	54	
00.04 Increased Worldwide Posture .....	4,591	186	
00.05 Offensive Counter-terrorism .....	1,732	108	
00.07 Initial Crisis Response .....	410	57	
00.08 Pentagon Repair/Upgrade .....	533	305	
00.09 Other Requirements .....	75	41	
00.10 Airport Security .....	219	6	
00.15 Other Emergency .....		130	
10.00 Total new obligations (object class 26.0) .....	13,132	1,412	
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	2,857	1,107	
22.00 New budget authority (gross) .....	2,581		
22.21 Unobligated balance transferred to other accounts .....	–266		
22.22 Unobligated balance transferred from other accounts .....	9,067	305	
23.90 Total budgetary resources available for obligation .....	14,239	1,412	
23.95 Total new obligations .....	–13,132	–1,412	
24.40 Unobligated balance carried forward, end of year .....	1,107		

**New budget authority (gross), detail:**

Discretionary:			
40.00 Appropriation .....	15,298		
40.35 Appropriation rescinded .....	–602		
40.36 Unobligated balance rescinded .....	–224		
41.00 Transferred to other DoD accounts .....	–11,891		
43.00 Appropriation (total discretionary) .....	2,581		

**Change in obligated balances:**

72.40 Obligated balance, start of year .....	352	5,639	2,059
73.10 Total new obligations .....	13,132	1,412	
73.20 Total outlays (gross) .....	–7,845	–4,992	–1,349
74.40 Obligated balance, end of year .....	5,639	2,059	710

**Outlays (gross), detail:**

86.90 Outlays from new discretionary authority .....	1,500		
86.93 Outlays from discretionary balances .....	6,345	4,992	1,349
87.00 Total outlays (gross) .....	7,845	4,992	1,349

**Net budget authority and outlays:**

89.00 Budget authority .....	2,581		
90.00 Outlays .....	7,845	4,992	1,349

The funds in this account were used to support the efforts by the Department of Defense (DOD) to respond to, or protect against, acts or threatened acts of terrorism against the United States. The funding in this account was transferred to various DOD appropriation accounts. The funding for continuing these activities is now requested in DOD's regular appropriation accounts in fiscal year 2004.

**EMERGENCY RESPONSE****Program and Financing** (in millions of dollars)

Identification code 97–4965–0–1–051	2002 actual	2003 est.	2004 est.
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	16	17	17
24.40 Unobligated balance carried forward, end of year .....	17	17	17
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	5	4	4
74.40 Obligated balance, end of year .....	4	4	4
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....			

**General and special funds—Continued****ALLIED CONTRIBUTIONS AND COOPERATION ACCOUNT****Unavailable Collections** (in millions of dollars)

Identification code 97–9927–0–2–051	2002 actual	2003 est.	2004 est.
01.99 Balance, start of year .....		12	24
Receipts:			
02.20 Contributions for burdensharing and other cooperative activities from Kuwait .....	164	210	210
02.21 Contributions for burdensharing and other cooperative activities .....	343		
02.60 Defense cooperation, Department of Defense-Military .....	12	12	12
02.99 Total receipts and collections .....	519	222	222
04.00 Total: Balances and collections .....	519	234	246
Appropriations:			
05.00 Allied contributions and cooperation account .....	–507	–210	–210
07.99 Balance, end of year .....	12	24	36

**Program and Financing** (in millions of dollars)

Identification code 97–9927–0–2–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Allied contributions and cooperation account .....	507	210	210
10.00 Total new obligations (object class 26.0) .....	507	210	210
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	507	210	210
23.95 Total new obligations .....	–507	–210	–210
<b>New budget authority (gross), detail:</b>			
Mandatory:			
60.20 Appropriation (special fund) .....	507	210	210
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	82	79	79
73.10 Total new obligations .....	507	210	210
73.20 Total outlays (gross) .....	–510	–210	–210
74.40 Obligated balance, end of year .....	79	79	79
<b>Outlays (gross), detail:</b>			
86.97 Outlays from new mandatory authority .....	507	210	210
86.98 Outlays from mandatory balances .....	3		
87.00 Total outlays (gross) .....	510	210	210
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	507	210	210
90.00 Outlays .....	510	210	210
<b>Memorandum (non-add) entries:</b>			
92.01 Total investments, start of year: Federal securities: Par value .....	1	13	13
92.02 Total investments, end of year: Federal securities: Par value .....	13	13	13

Cash contributions from allied countries and individuals are deposited into this account for reallocation to other DoD appropriations. Contributions are used to offset costs of DoD's overseas presence.

**MISCELLANEOUS SPECIAL FUNDS****Unavailable Collections** (in millions of dollars)

Identification code 97–9922–0–2–051	2002 actual	2003 est.	2004 est.
01.99 Balance, start of year .....	45	47	45
Receipts:			
02.20 Lease and Disposal of DoD Real Property .....	21	29	30
02.21 Transfer Commissary Facilities and National Science Center .....	11		
02.40 Kaho'olawe Island Restoration Fund .....	67	75	
02.60 Restoration of Rocky Mountain Arsenal .....	3	6	10
02.99 Total receipts and collections .....	102	110	40

04.00 Total: Balances and collections .....	147	157	85
Appropriations:			
05.00 Discretionary and Mandatory Appropriations .....	–100	–112	–32
05.99 Total appropriations .....	–100	–112	–32
07.99 Balance, end of year .....	47	45	53

**Program and Financing** (in millions of dollars)

Identification code 97–9922–0–2–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Restoration of Rocky Mountain Arsenal .....	25	3	17
00.02 Disposal of DoD Real Property .....	21	51	7
00.03 Lease of DoD real property .....	18	49	15
00.04 Kaho'olawe Island Restoration Fund .....	69	75	
10.00 Total new obligations .....	133	178	39
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	121	117	51
22.00 New budget authority (gross) .....	100	112	32
22.10 Resources available from recoveries of prior year obligations .....	30		
23.90 Total budgetary resources available for obligation .....	251	229	83
23.95 Total new obligations .....	–133	–178	–39
24.40 Unobligated balance carried forward, end of year .....	117	51	44
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.20 Appropriation (special fund) .....	98	106	22
40.72 Reduction pursuant to P.L. 107–117 .....	–1		
43.00 Appropriation (total discretionary) .....	97	106	22
Mandatory:			
60.20 Appropriation (special fund) .....	3	6	10
70.00 Total new budget authority (gross) .....	100	112	32
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	69	39	44
73.10 Total new obligations .....	133	178	39
73.20 Total outlays (gross) .....	–133	–173	–53
73.45 Recoveries of prior year obligations .....	–30		
74.40 Obligated balance, end of year .....	39	44	30
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	96	77	9
86.93 Outlays from discretionary balances .....	14	90	34
86.97 Outlays from new mandatory authority .....		6	10
86.98 Outlays from mandatory balances .....	23		
87.00 Total outlays (gross) .....	133	173	53
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	100	112	32
90.00 Outlays .....	133	173	53

These special funds include: receipts from the disposal and lease of DoD real property which are applied to real property maintenance and environmental efforts at DoD installations; receipts used to operate the National Science Center; and, funds for the restoration of Kaho'olawe Island and Rocky Mountain Arsenal.

**Object Classification** (in millions of dollars)

Identification code 97–9922–0–2–051	2002 actual	2003 est.	2004 est.
25.4 Operation and maintenance of facilities .....	64	103	39
32.0 Land and structures .....	69	75	
99.9 Total new obligations .....	133	178	39

**OVERSEAS MILITARY FACILITY INVESTMENT RECOVERY****Unavailable Collections** (in millions of dollars)

Identification code 97–5193–0–2–051	2002 actual	2003 est.	2004 est.
01.99 Balance, start of year .....			

Receipts:			
02.20	Overseas military facility, investment and recovery	1	1
Appropriations:			
05.00	Overseas military facility, investment and recovery	—1	—1
07.99	Balance, end of year		

**Program and Financing** (in millions of dollars)

Identification code 97–5193–0–2–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.10	Direct program activity	5	5
10.00	Total new obligations (object class 25.4)	5	5
<b>Budgetary resources available for obligation:</b>			
21.40	Unobligated balance carried forward, start of year	5	9
22.00	New budget authority (gross)	1	1
22.10	Resources available from recoveries of prior year obligations	8	
23.90	Total budgetary resources available for obligation	14	10
23.95	Total new obligations	—5	—5
24.40	Unobligated balance carried forward, end of year	9	5
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.20	Appropriation (special fund)	1	1
<b>Change in obligated balances:</b>			
72.40	Obligated balance, start of year	18	12
73.10	Total new obligations	5	5
73.20	Total outlays (gross)	—3	—13
73.45	Recoveries of prior year obligations	—8	
74.40	Obligated balance, end of year	12	4
<b>Outlays (gross), detail:</b>			
86.90	Outlays from new discretionary authority	1	
86.93	Outlays from discretionary balances	2	13
87.00	Total outlays (gross)	3	13
<b>Net budget authority and outlays:</b>			
89.00	Budget authority	2	1
90.00	Outlays	3	13

**DEFENSE EXPORT LOAN GUARANTEE FINANCING ACCOUNT****Program and Financing** (in millions of dollars)

Identification code 97–4168–0–3–051	2002 actual	2003 est.	2004 est.
<b>Budgetary resources available for obligation:</b>			
21.40	Unobligated balance carried forward, start of year	4	4
24.40	Unobligated balance carried forward, end of year	4	4
<b>Change in obligated balances:</b>			
72.40	Obligated balance, start of year	1	1
74.40	Obligated balance, end of year	1	1
<b>Net financing authority and financing disbursements:</b>			
89.00	Financing authority		
90.00	Financing disbursements		

**Status of Guaranteed Loans** (in millions of dollars)

Identification code 97–4168–0–3–051	2002 actual	2003 est.	2004 est.
Position with respect to appropriations act limitation on commitments:			
2111	Limitation on guaranteed loans made by private lenders		
2121	Limitation available from carry-forward	14,980	14,980
2143	Uncommitted limitation carried forward	—14,980	—14,980
2150	Total guaranteed loan commitments		
Cumulative balance of guaranteed loans outstanding:			
2210	Outstanding, start of year	8	4
2231	Disbursements of new guaranteed loans		
2251	Repayments and prepayments	—4	—4

2290	Outstanding, end of year	4
Memorandum:		
2299	Guaranteed amount of guaranteed loans outstanding, end of year	3

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from loan guarantees committed in 1992 and beyond (including modifications of loan guarantees that resulted from commitments in any year). The amounts in this account are a means of financing and are not included in the budget totals.

**Balance Sheet** (in millions of dollars)

Identification code 97–4168–0–3–051	2001 actual	2002 actual	2003 est.	2004 est.
<b>ASSETS:</b>				
1101	Federal assets: Fund balances with Treasury	4	4	4
1999	Total assets	4	4	4
<b>LIABILITIES:</b>				
2204	Non-Federal liabilities: Liabilities for loan guarantees	4	4	4
2999	Total liabilities	4	4	4
<b>NET POSITION:</b>				
3300	Cumulative results of operations			
3999	Total net position			
4999	Total liabilities and net position	4	4	4

**DEFENSE VESSEL TRANSFER PROGRAM ACCOUNT****Program and Financing** (in millions of dollars)

Identification code 97–0842–0–1–051	2002 actual	2003 est.	2004 est.
<b>Budgetary resources available for obligation:</b>			
21.40	Unobligated balance carried forward, start of year	4	4
24.40	Unobligated balance carried forward, end of year	4	4
<b>Net budget authority and outlays:</b>			
89.00	Budget authority		
90.00	Outlays		

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from loan guarantees committed in 1992 and beyond (including modifications of loan guarantees that resulted from commitments in any year). The amounts in this account are a means of financing and are not included in the budget totals.

**PROCUREMENT**

Appropriations in this title support the acquisition of aircraft, ships, combat vehicles, satellites and their launch vehicles, weapons and all capital equipment. Major systems in production typically are budgeted annually to maintain production continuity through the life of the acquisition program and in several instances multi-year contracts are used to ensure stability of production and economies of scale. Initial spares and support as well as the modification of existing equipment are also funded. Resources presented under the Procurement title contribute primarily to achieving the Department's annual goals of assuring readiness and sustainability, transforming the force for new missions, and reforming processes and organizations. Performance targets in support of these goals contribute to the Department's efforts to mitigate force management and operational risk, future challenges risk, and institutional risk, as directed in the 2001 Quadrennial Defense Review.

Procurement in support of the ground forces encompasses wheeled and track vehicles, rotary wing aircraft, ammunition and equipment procured to meet inventory requirements dictated by the force size and anticipated attrition requirements. Similarly, procurement in support of naval forces includes ships, equipment for the ships, aircraft, munitions, the Marine Corps ground element, and other equipment to sustain future naval operations. The Air Force programs support the broad range of missions and include aircraft, tactical missiles, ballistic missile weapons and associated surveillance and space assets keyed to the strategic deterrence mission, munitions and other mission support equipment.

### Federal Funds

#### General and special funds:

##### AIRCRAFT PROCUREMENT, ARMY

For construction, procurement, production, modification, and modernization of aircraft, equipment, including ordnance, ground handling equipment, spare parts, and accessories therefor; specialized equipment and training devices; expansion of public and private plants, including the land necessary therefor, for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway; and other expenses necessary for the foregoing purposes, **[\$2,285,574,000]** \$2,128,485,000, to remain available for obligation until September 30, **[2005: Provided, That of the funds made available under this heading, \$39,100,000 shall be available only to support a restructured CH-47F helicopter upgrade program for the full fleet to facilitate increases in the planned production rate to an economically optimal rate by fiscal year 2005: Provided further, That funds in the immediately preceding proviso shall not be made available until the Secretary of the Army has certified to the congressional defense committees that the Army intends to budget for the upgrade of the entire CH-47 fleet required for the Objective Force at economically optimal production rates in order to complete this program within ten years after it is initiated]** 2006, of which \$72,629,000 shall be for the Army National Guard and Army Reserve. (10 U.S.C. 3013, 4532; Department of Defense Appropriations Act, 2003.)

#### Program and Financing (in millions of dollars)

Identification code 21–2031–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Aircraft .....	286	291	192
00.02 Modification of aircraft .....	1,547	1,646	1,663
00.03 Spares and repair parts .....	6	9	11
00.04 Support equipment and facilities .....	159	160	250
09.01 Reimbursable program .....	7	40	29
10.00 Total new obligations .....	2,005	2,146	2,145
<b>Budgetary resources available for obligation:</b>			
21.40 For completion of prior year budget plans .....	301	246	381
22.00 New budget authority (gross) .....	1,917	2,280	2,157
22.10 Resources available from recoveries of prior year obligations .....	35		
23.90 Total budgetary resources available for obligation .....	2,253	2,526	2,538
23.95 Total new obligations .....	–2,005	–2,146	–2,145
23.98 Unobligated balance expiring or withdrawn .....	–2		
24.40 Available to finance subsequent year budget plans .....	246	381	394
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	1,984	2,282	2,128
40.36 Unobligated balance rescinded .....	–16		
40.72 Reduction pursuant to P.L. 107–117 .....	–14		
40.75 Reduction pursuant to P.L. 107–248 .....		–18	
40.76 Reduction pursuant to P.L. 107–206 .....	–4		
41.00 Transferred to other accounts .....	–40	–22	
43.00 Appropriation (total discretionary) .....	1,910	2,242	2,128
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....		38	29

68.10	Change in uncollected customer payments from Federal sources (unexpired) .....	6		
68.90	Spending authority from offsetting collections (total discretionary) .....	7	38	29
70.00	Total new budget authority (gross) .....	1,917	2,280	2,157
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	1,697	2,010	2,364
73.10	Total new obligations .....	2,005	2,146	2,145
73.20	Total outlays (gross) .....	–1,634	–1,792	–2,087
73.40	Adjustments in expired accounts (net) .....	–17		
73.45	Recoveries of prior year obligations .....	–35		
74.00	Change in uncollected customer payments from Federal sources (unexpired) .....	–6		
74.10	Change in uncollected customer payments from Federal sources (expired) .....	1		
74.40	Obligated balance, end of year .....	2,010	2,364	2,423
<b>Outlays (gross), detail:</b>				
86.90	Outlays from new discretionary authority .....	348	442	412
86.93	Outlays from discretionary balances .....	1,286	1,350	1,675
87.00	Total outlays (gross) .....	1,634	1,792	2,087
<b>Offsets:</b>				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources .....	–1	–38	–27
88.40	Offsetting collections, Non-Federal sources, Other .....			–2
88.90	Total, offsetting collections (cash) .....	–1	–38	–29
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired) .....	–6		
88.96	Portion of offsetting collections (cash) credited to expired accounts .....	1		
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	1,910	2,242	2,128
90.00	Outlays .....	1,633	1,754	2,058

#### Budget Plan (in millions of dollars)

Identification code 21–2031–0–1–051	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
0701 Aircraft .....	276	309	167
0702 Modification of aircraft .....	1,472	1,769	1,686
0703 Spares and repair parts .....	6	8	11
0704 Support equipment and facilities .....	168	161	264
0791 Total direct .....	1,921	2,247	2,128
0801 Reimbursable .....	9	38	29
0893 Total budget plan .....	1,930	2,285	2,158

#### Object Classification (in millions of dollars)

Identification code 21–2031–0–1–051	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
21.0 Travel and transportation of persons .....	1	1	1
25.1 Advisory and assistance services .....	108	100	100
25.2 Other services .....	25	39	43
Other purchases of goods and services from Government accounts:			
25.3 Other purchases of goods and services from Government accounts .....	183	170	176
25.3 Purchases from revolving funds .....	2	8	72
25.4 Operation and maintenance of facilities .....		1	1
25.5 Research and development contracts .....	12	17	19
25.7 Operation and maintenance of equipment .....	28	39	49
26.0 Supplies and materials .....	109	106	109
31.0 Equipment .....	1,530	1,622	1,543
32.0 Land and structures .....		3	3
99.0 Direct obligations .....	1,998	2,106	2,116
99.0 Reimbursable obligations .....	7	40	29
99.9 Total new obligations .....	2,005	2,146	2,145

## MISSILE PROCUREMENT, ARMY

For construction, procurement, production, modification, and modernization of missiles, equipment, including ordnance, ground handling equipment, spare parts, and accessories therefor; specialized equipment and training devices; expansion of public and private plants, including the land necessary therefor, for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway; and other expenses necessary for the foregoing purposes, **[\$1,096,548,000] \$1,459,462,000**, to remain available for obligation until September 30, **[2005] 2006**, of which \$40,214,000 shall be for the Army National Guard and Army Reserve. (10 U.S.C. 2353, 3013; Department of Defense Appropriations Act, 2003.)

## Program and Financing (in millions of dollars)

Identification code 21–2032–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.02 Other missiles .....	1,027	704	1,101
00.03 Modification of missiles .....	129	210	246
00.04 Spares and repair parts .....	23	52	51
00.05 Support equipment and facilities .....	10	11	8
09.01 Reimbursable program .....	36	132	68
10.00 Total new obligations .....	1,225	1,109	1,474
<b>Budgetary resources available for obligation:</b>			
21.40 Available to finance new budget plans .....	206	114	149
22.00 New budget authority (gross) .....	1,112	1,145	1,527
22.10 Resources available from recoveries of prior year obligations .....	22		
22.22 Unobligated balance transferred from other accounts .....	6		
23.90 Total budgetary resources available for obligation .....	1,346	1,259	1,676
23.95 Total new obligations .....	–1,225	–1,109	–1,474
23.98 Unobligated balance expiring or withdrawn .....	–7		
24.40 For completion of prior year budget plans .....	114	149	203
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	1,079	1,095	1,459
40.36 Unobligated balance rescinded .....		–38	
40.72 Reduction pursuant to P.L. 107–117 .....	–8		
40.75 Reduction pursuant to P.L. 107–248 .....		–8	
40.76 Reduction pursuant to P.L. 107–206 .....	–2		
41.00 Transferred to other accounts .....		–12	
43.00 Appropriation (total discretionary) .....	1,069	1,037	1,459
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	29	108	68
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	13		
68.90 Spending authority from offsetting collections (total discretionary) .....	42	108	68
70.00 Total new budget authority (gross) .....	1,112	1,145	1,527
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	2,035	1,936	1,656
73.10 Total new obligations .....	1,225	1,109	1,474
73.20 Total outlays (gross) .....	–1,289	–1,390	–1,195
73.40 Adjustments in expired accounts (net) .....	–9		
73.45 Recoveries of prior year obligations .....	–22		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	–13		
74.10 Change in uncollected customer payments from Federal sources (expired) .....	9		
74.40 Obligated balance, end of year .....	1,936	1,656	1,934
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	145	212	214
86.93 Outlays from discretionary balances .....	1,144	1,178	981
87.00 Total outlays (gross) .....	1,289	1,390	1,195
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	–28	–103	–63

88.40	Offsetting collections, Non-Federal sources, Other .....	–5	–5	–5
88.90	Total, offsetting collections (cash) .....	–33	–108	–68
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired) .....	–13		
88.96	Portion of offsetting collections (cash) credited to expired accounts .....	4		
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	1,070	1,037	1,459
90.00	Outlays .....	1,256	1,282	1,127

## Budget Plan (in millions of dollars)

Identification code 21–2032–0–1–051		2002 actual	2003 est.	2004 est.
Direct:				
0702	Other Missiles .....	894	770	1,152
0703	Modification of Missiles .....	110	240	250
0704	Spares and Repair Parts .....	15	55	51
0705	Support Equipment and Facilities .....	10	12	7
0791	Total direct .....	1,029	1,077	1,459
0801	Reimbursable .....	44	108	68
0893	Total budget plan .....	1,073	1,186	1,528

## Object Classification (in millions of dollars)

Identification code 21–2032–0–1–051		2002 actual	2003 est.	2004 est.
Direct obligations:				
25.1	Advisory and assistance services .....	11	2	2
25.2	Other services .....	1	1	1
Other purchases of goods and services from Government accounts:				
25.3	Other purchases of goods and services from Government accounts .....	132	104	104
25.3	Purchases from revolving funds .....	1	1	1
26.0	Supplies and materials .....	27	33	37
31.0	Equipment .....	1,017	837	1,262
		<hr/>	<hr/>	<hr/>
99.0	Direct obligations .....	1,189	978	1,407
99.0	Reimbursable obligations .....	36	131	67
		<hr/>	<hr/>	<hr/>
99.9	Total new obligations .....	1,225	1,109	1,474

## PROCUREMENT OF WEAPONS AND TRACKED COMBAT VEHICLES, ARMY

For construction, procurement, production, and modification of weapons and tracked combat vehicles, equipment, including ordnance, spare parts, and accessories therefor; specialized equipment and training devices; expansion of public and private plants, including the land necessary therefor, for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway; and other expenses necessary for the foregoing purposes, **[\$2,266,508,000] \$1,640,704,000**, to remain available for obligation until September 30, **[2005] 2006**, of which \$9,816,000 shall be for the Army National Guard and Army Reserve. (10 U.S.C. 2353, 3013; Department of Defense Appropriations Act, 2003.)

## Program and Financing (in millions of dollars)

Identification code 21–2033–0–1–051		2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>				
00.01	Tracked combat vehicles .....	2,117	2,065	1,644
00.02	Weapons and other combat vehicles .....	81	104	87
00.03	Spare and repair parts .....	23	32	22
09.01	Reimbursable program .....	10	75	52
10.00	Total new obligations .....	2,231	2,276	1,805
<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance carried forward, start of year .....	554	515	506
22.00	New budget authority (gross) .....	2,201	2,267	1,693

**General and special funds—Continued****PROCUREMENT OF WEAPONS AND TRACKED COMBAT VEHICLES,  
ARMY—Continued****Program and Financing (in millions of dollars)—Continued**

Identification code 21–2033–0–1–051	2002 actual	2003 est.	2004 est.
22.10 Resources available from recoveries of prior year obligations	11		
22.21 Unobligated balance transferred to other accounts	– 6		
23.90 Total budgetary resources available for obligation	2,760	2,782	2,199
23.95 Total new obligations	– 2,231	– 2,276	– 1,805
23.98 Unobligated balance expiring or withdrawn	– 13		
24.40 For completion of prior year budget plans	515	506	393
<b>New budget authority (gross), detail:</b>			
<b>Discretionary:</b>			
40.00 Appropriation	2,194	2,263	1,641
40.36 Unobligated balance rescinded		– 9	
40.72 Reduction pursuant to P.L. 107–117	– 15		
40.73 Reduction pursuant to P.L. 107–206	– 4		
40.75 Reduction pursuant to P.L. 107–248		– 19	
40.76 Reduction pursuant to P.L. 107–206	– 4		
41.00 Transferred to other accounts		– 22	
43.00 Appropriation (total discretionary)	2,171	2,213	1,641
<b>Spending authority from offsetting collections:</b>			
68.00 Offsetting collections (cash)	7	54	52
68.10 Change in uncollected customer payments from Federal sources (unexpired)	23		
68.90 Spending authority from offsetting collections (total discretionary)	30	54	52
70.00 Total new budget authority (gross)	2,201	2,267	1,693
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year	2,460	2,609	2,506
73.10 Total new obligations	2,231	2,276	1,805
73.20 Total outlays (gross)	– 2,037	– 2,379	– 2,179
73.40 Adjustments in expired accounts (net)	– 12		
73.45 Recoveries of prior year obligations	– 11		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	– 23		
74.10 Change in uncollected customer payments from Federal sources (expired)	2		
74.40 Obligated balance, end of year	2,609	2,506	2,133
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority	379	364	282
86.93 Outlays from discretionary balances	1,658	2,015	1,897
87.00 Total outlays (gross)	2,037	2,379	2,179
<b>Offsets:</b>			
<b>Against gross budget authority and outlays:</b>			
<b>Offsetting collections (cash) from:</b>			
88.00 Federal sources	– 7	– 42	– 39
88.40 Offsetting collections, Non-Federal sources, Other	– 1	– 12	– 13
88.90 Total, offsetting collections (cash)	– 8	– 54	– 52
<b>Against gross budget authority only:</b>			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	– 23		
88.96 Portion of offsetting collections (cash) credited to expired accounts	1		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority	2,171	2,213	1,641
90.00 Outlays	2,029	2,325	2,127

**Budget Plan (in millions of dollars)**

Identification code 21–2033–0–1–051	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
0701 Tracked combat vehicles	2,064	2,099	1,538
0702 Weapons and other combat vehicles	76	104	85
0703 Spare and repair parts	28	25	18
0791 Total direct	2,168	2,228	1,641
0801 Reimbursable	30	54	52

0893 Total budget plan	2,198	2,283	1,692
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**Object Classification (in millions of dollars)**

Identification code 21–2033–0–1–051	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
22.0 Transportation of things	4	3	2
25.1 Advisory and assistance services	22	20	18
25.2 Other services	2	46	33
<b>Other purchases of goods and services from Government accounts:</b>			
25.3 Other purchases of goods and services from Government accounts	216	301	214
25.3 Purchases from revolving funds	47	59	120
26.0 Supplies and materials	68	87	62
31.0 Equipment	1,862	1,684	1,305
99.0 Direct obligations	2,221	2,200	1,754
99.0 Reimbursable obligations	10	76	51
99.9 Total new obligations	2,231	2,276	1,805

**PROCUREMENT OF AMMUNITION, ARMY**

For construction, procurement, production, and modification of ammunition, and accessories therefor; specialized equipment and training devices; expansion of public and private plants, including ammunition facilities authorized by section 2854 of title 10, United States Code, and the land necessary therefor, for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway; and other expenses necessary for the foregoing purposes, **[\$1,253,099,000] \$1,309,966,000**, to remain available for obligation until September 30, **[2005] 2006**, of which **\$173,143,000** shall be for the Army National Guard and Army Reserve. (10 U.S.C. 2353, 3013; Department of Defense Appropriations Act, 2003.)

**Program and Financing (in millions of dollars)**

Identification code 21–2034–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Ammunition	1,048	932	1,163
00.02 Ammunition production base support	178	147	134
09.01 Reimbursable program	587	701	891
10.00 Total new obligations	1,813	1,780	2,188
<b>Budgetary resources available for obligation:</b>			
21.40 For completion of prior year budget plans	440	452	403
22.00 New budget authority (gross)	1,781	1,732	2,201
22.10 Resources available from recoveries of prior year obligations	34		
22.22 Unobligated balance transferred from other accounts	13		
23.90 Total budgetary resources available for obligation	2,268	2,184	2,604
23.95 Total new obligations	– 1,813	– 1,780	– 2,188
23.98 Unobligated balance expiring or withdrawn	– 3		
24.40 Unobligated balance carried forward, end of year	452	403	417
<b>New budget authority (gross), detail:</b>			
<b>Discretionary:</b>			
40.00 Appropriation	1,200	1,253	1,310
40.36 Unobligated balance rescinded	– 28	– 23	
40.72 Reduction pursuant to P.L. 107–117	– 8		
40.73 Reduction pursuant to P.L. 107–206	– 17		
40.75 Reduction pursuant to P.L. 107–248		– 10	
40.76 Reduction pursuant to P.L. 107–206	– 2		
41.00 Transferred to other accounts		– 12	
43.00 Appropriation (total discretionary)	1,145	1,208	1,310
<b>Spending authority from offsetting collections:</b>			
68.00 Offsetting collections (cash)	362	524	891
68.10 Change in uncollected customer payments from Federal sources (unexpired)	274		
68.90 Spending authority from offsetting collections (total discretionary)	636	524	891
70.00 Total new budget authority (gross)	1,781	1,732	2,201



Change in obligated balances:				
72.40	Obligated balance, start of year .....	1,111	949	1,098
73.10	Total new obligations .....	1,813	1,780	2,188
73.20	Total outlays (gross) .....	-1,707	-1,632	-2,106
73.40	Adjustments in expired accounts (net) .....	-4		
73.45	Recoveries of prior year obligations .....	-34		
74.00	Change in uncollected customer payments from Federal sources (unexpired) .....	-274		
74.10	Change in uncollected customer payments from Federal sources (expired) .....	44		
74.40	Obligated balance, end of year .....	949	1,098	1,180
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority .....	346	778	1,166
86.93	Outlays from discretionary balances .....	1,361	854	940
87.00	Total outlays (gross) .....	1,707	1,632	2,106
Offsets:				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources .....	-404	-510	-877
88.40	Offsetting collections, Non-Federal sources, Other .....	-2	-14	-14
88.90	Total, offsetting collections (cash) .....	-406	-524	-891
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired) .....	-274		
88.96	Portion of offsetting collections (cash) credited to expired accounts .....	44		
Net budget authority and outlays:				
89.00	Budget authority .....	1,145	1,208	1,310
90.00	Outlays .....	1,301	1,108	1,215

**Budget Plan (in millions of dollars)**

Identification code 21-2034-0-1-051	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
0701 Ammunition .....	979	1,110	1,171
0702 Ammunition production base support .....	173	124	139
0791 Total direct .....	1,151	1,234	1,310
0801 Reimbursable .....	682	524	891
0893 Total budget plan .....	1,833	1,758	2,201

**Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)**

Identification code 21-2034-0-1-051	2002 actual	2003 est.	2004 est.
<b>Guaranteed loan levels supportable by subsidy budget authority:</b>			
215001 Loan guarantee levels .....		39	
215901 Total loan guarantee levels .....		39	
<b>Guaranteed loan subsidy (in percent):</b>			
232001 Loan guarantee levels .....		3.34	
232901 Weighted average subsidy rate .....		3.34	
<b>Guaranteed loan subsidy budget authority:</b>			
233001 Loan guarantee levels .....		1	
233901 Total subsidy budget authority .....		1	
<b>Guaranteed loan subsidy outlays:</b>			
234001 Loan guarantee levels .....		1	
234901 Total subsidy outlays .....		1	

**Object Classification (in millions of dollars)**

Identification code 21-2034-0-1-051	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
22.0 Transportation of things .....	11	10	12
25.1 Advisory and assistance services .....	6		
25.2 Other services .....	31	28	34
<b>Other purchases of goods and services from Government accounts:</b>			
25.3 Other purchases of goods and services from Government accounts .....	169	150	182
25.3 Purchases from revolving funds .....	54	48	58
25.4 Operation and maintenance of facilities .....	107	95	115

26.0	Supplies and materials .....	845	746	892
31.0	Equipment .....	4	3	4
99.0	Direct obligations .....	1,227	1,080	1,297
99.0	Reimbursable obligations .....	586	700	891
99.9	Total new obligations .....	1,813	1,780	2,188

**OTHER PROCUREMENT, ARMY**

For construction, procurement, production, and modification of vehicles, including tactical, support, and non-tracked combat vehicles; the purchase of passenger motor vehicles for replacement only; *the purchase of both light armored vehicles not in excess of 12,000 pounds gross vehicle weight* and the purchase of 6 vehicles required for physical security of personnel, notwithstanding price limitations applicable to passenger vehicles but not to exceed \$180,000 per vehicle; communications and electronic equipment; other support equipment; spare parts, ordnance, and accessories therefor; specialized equipment and training devices; expansion of public and private plants, including the land necessary therefor, for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway; and other expenses necessary for the foregoing purposes, **[\$5,874,674,000] \$4,216,854,000**, to remain available for obligation until September 30, **[2005] 2006**, of which **\$580,128,000** shall be for the *Army National Guard and Army Reserve*. (10 U.S.C. 2353, 3013, 4532; Department of Defense Appropriations Act, 2003.)

**Program and Financing (in millions of dollars)**

Identification code 21-2035-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Tactical and support vehicles .....	1,039	1,425	841
00.02 Communications and electronics equipment .....	2,326	2,416	2,326
00.03 Other support equipment .....	1,095	1,505	1,115
00.04 Spare and repair parts .....	41	55	46
09.01 Reimbursable program .....	25	70	88
10.00 Total new obligations .....	4,526	5,471	4,416
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	599	490	758
22.00 New budget authority (gross) .....	4,233	5,739	4,305
22.10 Resources available from recoveries of prior year obligations .....	197		
22.21 Unobligated balance transferred to other accounts .....	-3		
23.90 Total budgetary resources available for obligation .....	5,026	6,229	5,063
23.95 Total new obligations .....	-4,526	-5,471	-4,416
23.98 Unobligated balance expiring or withdrawn .....	-10		
24.40 For completion of prior year budget plans .....	490	758	647

**New budget authority (gross), detail:**

<b>Discretionary:</b>			
40.00 Appropriation .....	4,263	5,804	4,217
40.36 Unobligated balance rescinded .....	-29	-29	
40.72 Reduction pursuant to P.L. 107-117 .....	-29		
40.73 Reduction pursuant to P.L. 107-206 .....	-2		
40.75 Reduction pursuant to P.L. 107-248 .....		-45	
40.76 Reduction pursuant to P.L. 107-206 .....	-9		
41.00 Transferred to other accounts .....		-55	
42.00 Transferred from other accounts .....	20		
43.00 Appropriation (total discretionary) .....	4,214	5,675	4,217
<b>Spending authority from offsetting collections:</b>			
68.00 Offsetting collections (cash) .....	17	64	88
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	2		
68.90 Spending authority from offsetting collections (total discretionary) .....	19	64	88
70.00 Total new budget authority (gross) .....	4,233	5,739	4,305

**Change in obligated balances:**

72.40	Obligated balance, start of year .....	3,999	4,103	4,802
73.10	Total new obligations .....	4,526	5,471	4,416
73.20	Total outlays (gross) .....	-4,224	-4,772	-4,979
73.40	Adjustments in expired accounts (net) .....	-23		

**General and special funds—Continued****OTHER PROCUREMENT, ARMY—Continued****Program and Financing (in millions of dollars)—Continued**

Identification code 21–2035–0–1–051	2002 actual	2003 est.	2004 est.
73.45 Recoveries of prior year obligations .....	– 197		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	– 2		
74.10 Change in uncollected customer payments from Federal sources (expired) .....	22		
74.40 Obligated balance, end of year .....	4,103	4,802	4,239
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	1,286	1,767	1,353
86.93 Outlays from discretionary balances .....	2,938	3,005	3,626
87.00 Total outlays (gross) .....	4,224	4,772	4,979
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	– 27	– 56	– 74
88.40 Offsetting collections, Non-Federal sources, Other .....	– 10	– 8	– 14
88.90 Total, offsetting collections (cash) .....	– 37	– 64	– 88
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	– 2		
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	20		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	4,214	5,675	4,217
90.00 Outlays .....	4,187	4,708	4,891

**Budget Plan (in millions of dollars)**

Identification code 21–2035–0–1–051	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
0701 Tactical and support vehicles .....	997	1,519	788
0702 Communications and electronics equipment .....	2,171	2,600	2,301
0703 Other support equipment .....	1,007	1,544	1,082
0704 Spare and repair parts .....	37	53	46
0791 Total direct .....	4,213	5,716	4,217
0801 Reimbursable .....	24	64	88
0893 Total budget plan .....	4,237	5,780	4,304

**Object Classification (in millions of dollars)**

Identification code 21–2035–0–1–051	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
21.0 Travel and transportation of persons .....		1	1
22.0 Transportation of things .....	19	16	14
23.3 Communications, utilities, and miscellaneous charges .....	1		
25.1 Advisory and assistance services .....	219	46	52
25.2 Other services .....	68	4	3
Other purchases of goods and services from Government accounts:			
25.3 Other purchases of goods and services from Government accounts .....	573	545	479
25.3 Purchases from revolving funds .....	4	118	157
26.0 Supplies and materials .....	72	101	89
31.0 Equipment .....	3,545	4,571	3,535
99.0 Direct obligations .....	4,501	5,402	4,330
99.0 Reimbursable obligations .....	25	69	86
99.9 Total new obligations .....	4,526	5,471	4,416

**AIRCRAFT PROCUREMENT, NAVY**

For construction, procurement, production, modification, and modernization of aircraft, equipment, including ordnance, spare parts, and accessories therefor; specialized equipment; expansion of public and private plants, including the land necessary therefor, and such

lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway, **[\$8,812,855,000] \$8,788,148,000**, to remain available for obligation until September 30, **[2005] 2006**, of which **\$80,225,000 shall be for the Navy Reserve and the Marine Corps Reserve. (10 U.S.C. 5013, 5063, 7201, 7341; Department of Defense Appropriations Act, 2003.)**

**Program and Financing (in millions of dollars)**

Identification code 17–1506–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Combat aircraft .....	5,015	4,617	5,109
00.02 Airlift aircraft .....	51	63	75
00.03 Trainer aircraft .....	199	221	335
00.04 Other aircraft .....	155	265	106
00.05 Modification of aircraft .....	1,337	1,618	1,336
00.06 Aircraft spares and repair parts .....	1,339	1,037	1,151
00.07 Aircraft support equipment and facilities .....	479	497	530
09.01 Reimbursable program .....	1	7	7
10.00 Total new obligations .....	8,576	8,325	8,649
<b>Budgetary resources available for obligation:</b>			
21.40 For completion of prior year budget plans .....	1,913	1,297	1,607
22.00 New budget authority (gross) .....	7,987	8,634	8,795
22.10 Resources available from recoveries of prior year obligations .....	5		
23.90 Total budgetary resources available for obligation .....	9,905	9,931	10,402
23.95 Total new obligations .....	– 8,576	– 8,325	– 8,649
23.98 Unobligated balance expiring or withdrawn .....	– 32		
24.40 Unobligated balance carried forward, end of year .....	1,297	1,607	1,753
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	7,961	8,790	8,788
40.36 Unobligated balance rescinded .....	– 9		
40.72 Reduction pursuant to P.L. 107–117 .....	– 65		
40.73 Reduction pursuant to P.L. 107–206 .....	– 19		
40.75 Reduction pursuant to P.L. 107–248 .....		– 71	
40.76 Reduction pursuant to P.L. 107–206 .....	– 16		
41.00 Transferred to other accounts .....		– 93	
42.00 Transferred from other accounts .....	135	1	
43.00 Appropriation (total discretionary) .....	7,987	8,627	8,788
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	– 5	7	7
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	5		
68.90 Spending authority from offsetting collections (total discretionary) .....		7	7
70.00 Total new budget authority (gross) .....	7,987	8,634	8,795
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	10,022	10,088	10,514
73.10 Total new obligations .....	8,576	8,325	8,649
73.20 Total outlays (gross) .....	– 8,484	– 7,898	– 8,412
73.40 Adjustments in expired accounts (net) .....	– 16		
73.45 Recoveries of prior year obligations .....	– 5		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	– 5		
74.40 Obligated balance, end of year .....	10,088	10,514	10,750
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	1,600	1,560	1,589
86.93 Outlays from discretionary balances .....	6,884	6,338	6,823
87.00 Total outlays (gross) .....	8,484	7,898	8,412
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources .....	5	– 7	– 7
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	– 5		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	7,987	8,627	8,788
90.00 Outlays .....	8,489	7,891	8,405

Budget Plan (in millions of dollars)				
Identification code 17-1506-0-1-051	2002 actual	2003 est.	2004 est.	
Direct:				
0701 Combat aircraft .....	4,446	5,024	5,285	
0702 Airlift aircraft .....	7	70	80	
0703 Trainer aircraft .....	211	242	364	
0704 Other aircraft .....	155	310	81	
0705 Modification of aircraft .....	1,348	1,397	1,279	
0706 Aircraft spares and repair parts .....	1,326	1,066	1,158	
0707 Aircraft support equipment and facilities .....	500	539	542	
0791 Total direct .....	7,993	8,649	8,788	
0801 Reimbursable .....		7	7	
0893 Total budget plan .....	7,993	8,656	8,795	

Object Classification (in millions of dollars)				
Identification code 17-1506-0-1-051	2002 actual	2003 est.	2004 est.	
Direct obligations:				
25.1 Advisory and assistance services .....	112	103	111	
25.3 Purchases from other Govt acct—revolving funds .....	646	335	434	
26.0 Supplies and materials .....	6	4	3	
31.0 Equipment .....	7,811	7,876	8,094	
99.0 Direct obligations .....	8,575	8,318	8,642	
99.0 Reimbursable obligations .....	1	7	7	
99.9 Total new obligations .....	8,576	8,325	8,649	

## WEAPONS PROCUREMENT, NAVY

For construction, procurement, production, modification, and modernization of missiles, torpedoes, other weapons, and related support equipment including spare parts, and accessories therefor; expansion of public and private plants, including the land necessary therefor, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway, **[\$1,868,517,000] \$1,991,821,000**, to remain available for obligation until September 30, **[2005] 2006**. (10 U.S.C. 5013, 5062; Department of Defense Appropriations Act, 2003.)

Program and Financing (in millions of dollars)				
Identification code 17-1507-0-1-051	2002 actual	2003 est.	2004 est.	
Obligations by program activity:				
00.01 Ballistic missiles .....	493	523	641	
00.02 Other missiles .....	685	923	1,000	
00.03 Torpedoes and related equipment .....	105	136	161	
00.04 Other weapons .....	65	85	89	
00.06 Spares and repair parts .....	48	57	49	
09.01 Reimbursable program .....	1	10	10	
10.00 Total new obligations .....	1,397	1,734	1,950	
Budgetary resources available for obligation:				
21.40 For completion of prior year budget plans .....	278	254	360	
22.00 New budget authority (gross) .....	1,391	1,840	2,002	
22.10 Resources available from recoveries of prior year obligations .....	1			
22.22 Unobligated balance transferred from other accounts .....	1			
23.90 Total budgetary resources available for obligation .....	1,671	2,094	2,362	
23.95 Total new obligations .....	—1,397	—1,734	—1,950	
23.98 Unobligated balance expiring or withdrawn .....	—19			
24.40 Unobligated balance carried forward, end of year .....	254	360	414	
New budget authority (gross), detail:				
Discretionary:				
40.00 Appropriation .....	1,430	1,864	1,992	
40.36 Unobligated balance rescinded .....	—20			
40.72 Reduction pursuant to P.L. 107-117 .....	—12			
40.73 Reduction pursuant to P.L. 107-206 .....	—7			
40.75 Reduction pursuant to P.L. 107-248 .....		—14		
40.76 Reduction pursuant to P.L. 107-206 .....	—3			
41.00 Transferred to other accounts .....		—20		
42.00 Transferred from other accounts .....	2			

43.00 Appropriation (total discretionary) .....	1,390	1,829	1,992	
Spending authority from offsetting collections:				
68.00 Offsetting collections (cash) .....	2	10	10	
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	—1			
68.90 Spending authority from offsetting collections (total discretionary) .....	1	10	10	
70.00 Total new budget authority (gross) .....	1,391	1,840	2,002	

Change in obligated balances:				
72.40 Obligated balance, start of year .....	2,021	1,853	2,057	
73.10 Total new obligations .....	1,397	1,734	1,950	
73.20 Total outlays (gross) .....	—1,587	—1,530	—1,724	
73.40 Adjustments in expired accounts (net) .....	—21			
73.45 Recoveries of prior year obligations .....	—1			
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	1			
74.10 Change in uncollected customer payments from Federal sources (expired) .....	44			
74.40 Obligated balance, end of year .....	1,853	2,057	2,281	

Outlays (gross), detail:				
86.90 Outlays from new discretionary authority .....	387	492	533	
86.93 Outlays from discretionary balances .....	1,200	1,038	1,191	
87.00 Total outlays (gross) .....	1,587	1,530	1,724	

Offsets:				
Against gross budget authority and outlays:				
88.00 Offsetting collections (cash) from: Federal sources .....	—18	—10	—10	
Against gross budget authority only:				
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	1			
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	16			

Net budget authority and outlays:				
89.00 Budget authority .....	1,390	1,830	1,992	
90.00 Outlays .....	1,567	1,520	1,714	

Budget Plan (in millions of dollars)				
Identification code 17-1507-0-1-051	2002 actual	2003 est.	2004 est.	
Direct:				
0701 Ballistic missiles .....	536	576	677	
0702 Other missiles .....	639	968	1,016	
0703 Torpedoes and related equipment .....	116	150	164	
0704 Other weapons .....	74	85	87	
0706 Spares and repair parts .....	49	54	49	
0791 Total direct .....	1,413	1,833	1,992	
0801 Reimbursable .....		10	10	
0893 Total budget plan .....	1,413	1,843	2,002	

Object Classification (in millions of dollars)				
Identification code 17-1507-0-1-051	2002 actual	2003 est.	2004 est.	
Direct obligations:				
22.0 Transportation of things .....	7	9	10	
25.1 Advisory and assistance services .....	19	15	19	
25.2 Other services .....		11	28	
Other purchases of goods and services from Government accounts:				
25.3 Other purchases of goods and services from Government accounts .....		57	7	
25.3 Purchases from revolving funds .....	168	172	174	
31.0 Equipment .....	1,202	1,460	1,702	
99.0 Direct obligations .....	1,396	1,724	1,940	
99.0 Reimbursable obligations .....	1	10	10	
99.9 Total new obligations .....	1,397	1,734	1,950	

## PROCUREMENT OF AMMUNITION, NAVY AND MARINE CORPS

For construction, procurement, production, and modification of ammunition, and accessories therefor; specialized equipment and training devices; expansion of public and private plants, including ammunition facilities authorized by section 2854 of title 10, United States

**General and special funds—Continued****PROCUREMENT OF AMMUNITION, NAVY AND MARINE CORPS—  
Continued**

Code, and the land necessary therefor, for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway; and other expenses necessary for the foregoing purposes, **[\$1,165,730,000]** \$922,355,000, to remain available for obligation until September 30, **[2005]** 2006, of which \$25,809,000 shall be available for the Navy Reserve and Marine Corps Reserve. (*Department of Defense Appropriations Act, 2003.*)

**Program and Financing (in millions of dollars)**

Identification code 17–1508–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Ammunition, Navy .....	579	751	689
00.02 Ammunition, Marine Corps .....	158	282	229
09.01 Reimbursable program .....	8	25	25
10.00 Total new obligations .....	744	1,058	943
<b>Budgetary resources available for obligation:</b>			
21.40 For completion of prior year budget plans .....	80	73	185
22.00 New budget authority (gross) .....	727	1,170	947
22.10 Resources available from recoveries of prior year obligations .....	11		
23.90 Total budgetary resources available for obligation .....	817	1,243	1,132
23.95 Total new obligations .....	–744	–1,058	–943
24.40 For completion of prior year budget plans .....	73	185	189
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	723	1,165	922
40.72 Reduction pursuant to P.L. 107–117 .....	–4		
40.73 Reduction pursuant to P.L. 107–206 .....	–2		
40.75 Reduction pursuant to P.L. 107–248 .....		–8	
40.76 Reduction pursuant to P.L. 107–206 .....	–1		
41.00 Transferred to other accounts .....		–12	
42.00 Transferred from other accounts .....	1		
43.00 Appropriation (total discretionary) .....	717	1,144	922
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	3	25	25
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	7		
68.90 Spending authority from offsetting collections (total discretionary) .....	10	25	25
70.00 Total new budget authority (gross) .....	727	1,170	947
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	836	940	1,280
73.10 Total new obligations .....	744	1,058	943
73.20 Total outlays (gross) .....	–617	–718	–934
73.40 Adjustments in expired accounts (net) .....	–5		
73.45 Recoveries of prior year obligations .....	–11		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	–7		
74.40 Obligated balance, end of year .....	940	1,280	1,289
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	97	174	145
86.93 Outlays from discretionary balances .....	522	544	789
87.00 Total outlays (gross) .....	617	718	934
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources .....	–2	–25	–25
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	–7		
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	–1		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	717	1,145	922
90.00 Outlays .....	615	693	909

**Budget Plan (in millions of dollars)**

Identification code 17–1508–0–1–051	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
0701 Ammunition, Navy .....	571	865	690
0702 Ammunition, Marine Corps .....	147	281	232
0791 Subtotal .....	718	1,146	922
0801 Reimbursable program .....		25	25
0893 Total budget plan .....	718	1,171	947

**Object Classification (in millions of dollars)**

Identification code 17–1508–0–1–051	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
25.1 Advisory and assistance services .....		5	4
25.3 Other purchases of goods and services from Government accounts .....	72	195	163
31.0 Equipment .....	664	833	751
99.0 Direct obligations .....	736	1,033	918
99.0 Reimbursable obligations .....	8	25	25
99.9 Total new obligations .....	744	1,058	943

**SHIPBUILDING AND CONVERSION, NAVY**

For expenses necessary for the construction, acquisition, or conversion of vessels as authorized by law, including armor and armament thereof, plant equipment, appliances, and machine tools and installation thereof in public and private plants; reserve plant and Government and contractor-owned equipment layaway; procurement of critical, long leadtime components and designs for vessels to be constructed or converted in the future; and expansion of public and private plants, including land necessary therefor, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title, [as follows:

Carrier Replacement Program, \$90,000,000;  
Carrier Replacement Program (AP), \$403,703,000;  
NSSN, \$1,499,152,000;  
NSSN (AP), \$645,209,000;  
SSGN, \$404,305,000;  
SSGN (AP), \$421,000,000;  
CVN Refuelings (AP), \$221,781,000;  
Submarine Refuelings, \$435,792,000;  
Submarine Refuelings (AP), \$64,000,000;  
DDG–51 Destroyer, \$2,321,502,000;  
LPD–17, \$596,492,000;  
LHD–8, \$243,000,000;  
LCAC Landing Craft Air Cushion, \$89,638,000;  
Mine Hunter SWATH, \$7,000,000;  
Prior year shipbuilding costs, \$1,279,899,000;  
Service Craft, \$9,756,000; and

For outfitting, post delivery, conversions, and first destination transportation, \$300,608,000;

In all: **\$9,032,837,000]** \$11,438,984,000, to remain available for obligation until September 30, **[2007]** 2008: *Provided*, That additional obligations may be incurred after September 30, **[2007]** 2008, for engineering services, tests, evaluations, and other such budgeted work that must be performed in the final stage of ship construction: *Provided further*, That none of the funds provided under this heading for the construction or conversion of any naval vessel to be constructed in shipyards in the United States shall be expended in foreign facilities for the construction of major components of such vessel: *Provided further*, That none of the funds provided under this heading shall be used for the construction of any naval vessel in foreign shipyards. (10 U.S.C. 5013, 5062; *Department of Defense Appropriations Act, 2003.*)

**Program and Financing (in millions of dollars)**

Identification code 17–1611–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.02 Other warships .....	8,474	8,129	8,347
00.03 Amphibious ships .....	1,078	1,202	1,359
00.05 Auxiliaries, craft, and prior-year program costs .....	325	527	808

10.00	Total new obligations .....	9,877	9,858	10,514
<b>Budgetary resources available for obligation:</b>				
21.40	For completion of prior year budget plans .....	7,406	5,591	4,782
22.00	New budget authority (gross) .....	9,180	9,050	11,439
22.10	Resources available from recoveries of prior year obligations .....	104		
22.21	Unobligated balance transferred to other accounts .....	—867		
22.22	Unobligated balance transferred from other accounts .....	103		
23.90	Total budgetary resources available for obligation .....	15,926	14,641	16,221
23.95	Total new obligations .....	—9,877	—9,858	—10,514
23.98	Unobligated balance expiring or withdrawn .....	—458		
24.40	Unobligated balance carried forward, end of year .....	5,591	4,782	5,707

**New budget authority (gross), detail:**

<b>Discretionary:</b>				
40.00	Appropriation .....	9,490	9,017	11,439
40.72	Reduction pursuant to P.L. 107–117 .....	—66		
40.75	Reduction pursuant to P.L. 107–248 .....		—74	
40.76	Reduction pursuant to P.L. 107–206 .....	—18		
41.00	Transferred to other accounts .....	—378	—71	
42.00	Transferred from other accounts .....	152	178	
43.00	Appropriation (total discretionary) .....	9,180	9,049	11,439
<b>Spending authority from offsetting collections:</b>				
68.00	Offsetting collections (cash) .....	30		
68.10	Change in uncollected customer payments from Federal sources (unexpired) .....	—30		
68.90	Spending authority from offsetting collections (total discretionary) .....			
70.00	Total new budget authority (gross) .....	9,180	9,050	11,439

**Change in obligated balances:**

72.40	Obligated balance, start of year .....	17,558	19,025	20,929
73.10	Total new obligations .....	9,877	9,858	10,514
73.20	Total outlays (gross) .....	—8,317	—7,954	—7,706
73.40	Adjustments in expired accounts (net) .....	—20		
73.45	Recoveries of prior year obligations .....	—104		
74.00	Change in uncollected customer payments from Federal sources (unexpired) .....	30		
74.40	Obligated balance, end of year .....	19,025	20,929	23,738

**Outlays (gross), detail:**

86.90	Outlays from new discretionary authority .....	1,502	871	1,062
86.93	Outlays from discretionary balances .....	6,815	7,083	6,644
87.00	Total outlays (gross) .....	8,317	7,954	7,706

**Offsets:**

<b>Against gross budget authority and outlays:</b>				
88.00	Offsetting collections (cash) from: Federal sources .....	—30		
<b>Against gross budget authority only:</b>				
88.95	Change in uncollected customer payments from Federal sources (unexpired) .....	30		

**Net budget authority and outlays:**

89.00	Budget authority .....	9,180	9,050	11,439
90.00	Outlays .....	8,286	7,954	7,706

**Budget Plan (in millions of dollars)**

Identification code 17–1611–0–1–051	2002 actual	2003 est.	2004 est.
0702 Other warships .....	8,432	7,282	8,807
0703 Amphibious ships .....	501	1,392	1,547
0705 Auxiliaries, craft, and prior-year program costs .....	345	399	1,085
0893 Total budget plan .....	9,278	9,073	11,439

**Object Classification (in millions of dollars)**

Identification code 17–1611–0–1–051	2002 actual	2003 est.	2004 est.
22.0 Transportation of things .....	3		3
25.1 Advisory and assistance services .....	73	62	56
25.2 Other services .....	712	673	804
<b>Other purchases of goods and services from Government accounts:</b>			
25.3 Other purchases of goods and services from Government accounts .....	194	46	355
25.3 Purchases from revolving funds .....	902	814	1,443
25.5 Research and development contracts .....	1		
26.0 Supplies and materials .....	62	43	87

31.0	Equipment .....	7,930	8,220	7,766
99.9	Total new obligations .....	9,877	9,858	10,514

**OTHER PROCUREMENT, NAVY**

For procurement, production, and modernization of support equipment and materials not otherwise provided for, Navy ordnance (except ordnance for new aircraft, new ships, and ships authorized for conversion); the purchase of passenger motor vehicles for replacement only, *the purchase of both light armored vehicles not in excess of 12,000 pounds gross vehicle weight* and the purchase of 3 vehicles required for physical security of personnel, notwithstanding price limitations applicable to passenger vehicles but not to exceed \$240,000 per unit for one unit and not to exceed \$125,000 per unit for the remaining two units; expansion of public and private plants, including the land necessary therefor, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway, **[\$4,612,910,000] \$4,679,443,000**, to remain available for obligation until September 30, **[2005] 2006**, of which **\$49,527,000** shall be for the Navy Reserve. (10 U.S.C. 5013, 5063; Department of Defense Appropriations Act, 2003.)

**Program and Financing (in millions of dollars)**

Identification code 17–1810–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Ships support equipment .....	758	1,057	1,099
00.02 Communications and electronics equipment .....	1,507	1,739	1,968
00.03 Aviation support equipment .....	239	228	251
00.04 Ordnance support equipment .....	563	575	588
00.05 Civil engineering support equipment .....	87	158	103
00.06 Supply support equipment .....	462	169	113
00.07 Personnel and command support equipment .....	248	317	247
00.08 Spares and repair parts .....	206	206	239
09.01 Reimbursable program .....	124	47	222
10.00 Total new obligations .....	4,194	4,496	4,830

**Budgetary resources available for obligation:**

21.40	For completion of prior year budget plans .....	480	547	612
22.00	New budget authority (gross) .....	4,270	4,561	4,899
22.10	Resources available from recoveries of prior year obligations .....	2		
23.90	Total budgetary resources available for obligation .....	4,752	5,108	5,511
23.95	Total new obligations .....	—4,194	—4,496	—4,830
23.98	Unobligated balance expiring or withdrawn .....	—13		
24.40	Unobligated balance carried forward, end of year .....	547	612	679

**New budget authority (gross), detail:**

Discretionary:				
40.00	Appropriation .....	4,273	4,585	4,679
40.36	Unobligated balance rescinded .....	— 23	— 5	
40.72	Reduction pursuant to P.L. 107–117 .....	— 37		
40.73	Reduction pursuant to P.L. 107–206 .....	— 6		
40.75	Reduction pursuant to P.L. 107–248 .....		— 37	
40.76	Reduction pursuant to P.L. 107–206 .....	— 9		
41.00	Transferred to other accounts .....	— 93	— 56	
42.00	Transferred from other accounts .....	49	32	
		<hr/>	<hr/>	<hr/>
43.00	Appropriation (total discretionary) .....	4,154	4,519	4,679
Spending authority from offsetting collections:				
68.00	Offsetting collections (cash) .....	179	42	220
68.10	Change in uncollected customer payments from Federal sources (unexpired) .....	— 63		
		<hr/>	<hr/>	<hr/>
68.90	Spending authority from offsetting collections (total discretionary) .....	116	42	220
		<hr/>	<hr/>	<hr/>
70.00	Total new budget authority (gross) .....	4,270	4,561	4,899

**Change in obligated balances:**

72.40	Obligated balance, start of year .....	3,322	3,520	3,654
73.10	Total new obligations .....	4,194	4,496	4,830
73.20	Total outlays (gross) .....	—4,030	—4,363	—4,462
73.40	Adjustments in expired accounts (net) .....	—21		
73.45	Recoveries of prior year obligations .....	—2		
74.00	Change in uncollected customer payments from Federal sources (unexpired) .....	63		

**General and special funds—Continued****OTHER PROCUREMENT, NAVY—Continued****Program and Financing (in millions of dollars)—Continued**

Identification code 17-1810-0-1-051	2002 actual	2003 est.	2004 est.
74.10 Change in uncollected customer payments from Federal sources (expired) .....	-5		
74.40 Obligated balance, end of year .....	3,520	3,654	4,024
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	1,538	1,691	1,928
86.93 Outlays from discretionary balances .....	2,492	2,672	2,534
87.00 Total outlays (gross) .....	4,030	4,363	4,462
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	24	-12	-12
88.40 Offsetting collections, Non-Federal sources, Other .....	-195	-30	-208
88.90 Total, offsetting collections (cash) .....	-171	-42	-220
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	63		
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	-8		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	4,154	4,519	4,679
90.00 Outlays .....	3,859	4,321	4,242

**Budget Plan (in millions of dollars)**

Identification code 17-1810-0-1-051	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
0701 Ship support equipment .....	768	1,152	1,135
0702 Communications and electronics equipment .....	1,511	1,711	2,003
0703 Aviation support equipment .....	244	248	253
0704 Ordnance support equipment .....	592	592	600
0705 Civil engineering support equipment .....	97	168	95
0706 Supply support equipment .....	456	169	110
0707 Personnel and command support equipment .....	258	317	237
0708 Spares and repair parts .....	247	180	248
0791 Total direct .....	4,173	4,535	4,679
0801 Reimbursable .....	37	42	220
0893 Total budget plan .....	4,210	4,577	4,899

**Object Classification (in millions of dollars)**

Identification code 17-1810-0-1-051	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
22.0 Transportation of things .....	10	14	13
25.1 Advisory and assistance services .....	37	21	26
25.2 Other services .....	397	108	289
Other purchases of goods and services from Government accounts:			
25.3 Other purchases of goods and services from Government accounts .....	138	190	174
25.3 Purchases from revolving funds .....	1,240	955	1,559
26.0 Supplies and materials .....	32	17	58
31.0 Equipment .....	2,216	3,144	2,489
99.0 Direct obligations .....	4,070	4,449	4,608
99.0 Reimbursable obligations .....	124	47	222
99.9 Total new obligations .....	4,194	4,496	4,830

**COASTAL DEFENSE AUGMENTATION****Program and Financing (in millions of dollars)**

Identification code 17-0380-0-1-051	2002 actual	2003 est.	2004 est.
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	1		1

24.40 Unobligated balance carried forward, end of year .....	1		
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**Change in obligated balances:**

72.40 Obligated balance, start of year .....	56	56	56
74.40 Obligated balance, end of year .....	56	56	56

**Net budget authority and outlays:**

89.00 Budget authority .....			
90.00 Outlays .....			

**PROCUREMENT, MARINE CORPS**

For expenses necessary for the procurement, manufacture, and modification of missiles, armament, military equipment, spare parts, and accessories therefor; plant equipment, appliances, and machine tools, and installation thereof in public and private plants; reserve plant and Government and contractor-owned equipment layaway; vehicles for the Marine Corps, including the purchase of passenger motor vehicles for replacement only *and the purchase of light armored vehicles not in excess of 12,000 pounds gross vehicle weight required for the physical security of personnel, notwithstanding price limitations applicable to passenger vehicles*; and expansion of public and private plants, including land necessary therefor, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title, **[\$1,388,583,000] \$1,070,999,000**, to remain available for obligation until September 30, **[2005] 2006**, of which **\$66,849,000** shall be for the Marine Corps Reserve. (10 U.S.C. 5013; Department of Defense Appropriations Act, 2003.)

**Program and Financing (in millions of dollars)**

Identification code 17-1109-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.02 Weapons and combat vehicles .....	116	144	273
00.03 Guided missiles and equipment .....	50	54	37
00.04 Communications and electronics equipment .....	318	356	355
00.05 Support vehicles .....	447	401	174
00.06 Engineer and other equipment .....	191	220	174
00.07 Spares and repair parts .....	26	24	19
09.01 Reimbursable program .....		9	9
10.00 Total new obligations .....	1,147	1,208	1,041
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	320	119	275
22.00 New budget authority (gross) .....	939	1,365	1,080
22.10 Resources available from recoveries of prior year obligations .....	8		
23.90 Total budgetary resources available for obligation .....	1,267	1,484	1,355
23.95 Total new obligations .....	-1,147	-1,208	-1,041
24.40 Unobligated balance carried forward, end of year .....	119	275	315

**New budget authority (gross), detail:**

<b>Discretionary:</b>			
40.00 Appropriation .....	999	1,383	1,071
40.36 Unobligated balance rescinded .....	-1		
40.72 Reduction pursuant to P.L. 107-117 .....	-9		
40.73 Reduction pursuant to P.L. 107-206 .....	-5		
40.75 Reduction pursuant to P.L. 107-248 .....		-10	
40.76 Reduction pursuant to P.L. 107-206 .....	-2		
41.00 Transferred to other accounts .....	-46	-17	
42.00 Transferred from other accounts .....	3		
43.00 Appropriation (total discretionary) .....	939	1,355	1,071
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....		9	9
70.00 Total new budget authority (gross) .....	939	1,365	1,080

**Change in obligated balances:**

72.40 Obligated balance, start of year .....	1,225	959	1,096
73.10 Total new obligations .....	1,147	1,208	1,041
73.20 Total outlays (gross) .....	-1,386	-1,071	-1,128
73.40 Adjustments in expired accounts (net) .....	-19		
73.45 Recoveries of prior year obligations .....	-8		
74.40 Obligated balance, end of year .....	959	1,096	1,009

**Outlays (gross), detail:**

86.90 Outlays from new discretionary authority .....	364	416	331
86.93 Outlays from discretionary balances .....	1,022	655	797

87.00	Total outlays (gross) .....	1,386	1,071	1,128
<b>Offsets:</b>				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources .....		— 9	— 9
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	939	1,356	1,071
90.00	Outlays .....	1,386	1,062	1,119

**Budget Plan (in millions of dollars)**

Identification code 17-1109-0-1-051		2002 actual	2003 est.	2004 est.
Direct:				
0702	Weapons and combat vehicles .....	132	246	297
0703	Guided missiles and equipment .....	4	46	40
0704	Communications and electronics equipment .....	200	358	387
0705	Support vehicles .....	417	474	148
0706	Engineer and other equipment .....	163	211	180
0707	Spares and repair parts .....	26	23	20
0791	Total direct .....	942	1,358	1,071
0801	Reimbursable .....		9	9
0893	Total budget plan .....	942	1,367	1,080

**Object Classification (in millions of dollars)**

Identification code 17-1109-0-1-051		2002 actual	2003 est.	2004 est.
Direct obligations:				
25.1	Advisory and assistance services .....	10	10	18
25.3	Purchases from revolving funds .....	50	55	48
26.0	Supplies and materials .....	26	23	21
31.0	Equipment .....	1,061	1,111	945
99.0	Direct obligations .....	1,147	1,199	1,032
99.0	Reimbursable obligations .....		9	9
99.9	Total new obligations .....	1,147	1,208	1,041

**AIRCRAFT PROCUREMENT, AIR FORCE**

For construction, procurement, [lease,] and modification of aircraft and equipment, including armor and armament, specialized ground handling equipment, and training devices, spare parts, and accessories therefor; specialized equipment; expansion of public and private plants, Government-owned equipment and installation thereof in such plants, erection of structures, and acquisition of land, for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; reserve plant and Government and contractor-owned equipment lay-away; and other expenses necessary for the foregoing purposes including rents and transportation of things, **[\$13,137,255,000]** \$12,079,360,000, to remain available for obligation until September 30, **[2005: Provided, That amounts provided under this heading shall be used for the advance procurement of 15 C-17 aircraft.] 2006, of which \$389,000,000 shall be available for the Air Force National Guard and Air Force Reserve. (10 U.S.C. 2271-79, 2353, 2386, 2663, 2672, 2672a, 8013, 8062, 9501-02, 9532, 9741-42; 50 U.S.C. 451, 453, 455; Department of Defense Appropriations Act, 2003.)**

**Program and Financing (in millions of dollars)**

Identification code 57-3010-0-1-051		2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>				
00.01	Combat aircraft .....	3,045	4,004	4,017
00.02	Airlift aircraft .....	3,739	4,124	3,788
00.03	Trainer aircraft .....	214	196	263
00.04	Other aircraft .....	485	801	741
00.05	Modification of in-service aircraft .....	1,836	1,945	1,880
00.06	Aircraft spares and repair parts .....	203	357	232
00.07	Aircraft support equipment and facilities .....	891	779	792
09.01	Reimbursable program .....	74	54	50
10.00	Total new obligations .....	10,487	12,260	11,763
<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance carried forward, start of year .....	1,400	1,500	2,105
22.00	New budget authority (gross) .....	10,559	12,865	12,129

22.10	Resources available from recoveries of prior year obligations .....	48		
22.21	Unobligated balance transferred to other accounts .....	— 7		
23.90	Total budgetary resources available for obligation .....	12,001	14,365	14,234
23.95	Total new obligations .....	— 10,487	— 12,260	— 11,763
23.98	Unobligated balance expiring or withdrawn .....	— 14		
24.40	For completion of prior year budget plans .....	1,500	2,105	2,470

**New budget authority (gross), detail:**

<b>Discretionary:</b>				
40.00	Appropriation .....	10,685	13,128	12,079
40.35	Appropriation rescinded .....	— 25		
40.36	Unobligated balance rescinded .....	— 72		
40.72	Reduction pursuant to P.L. 107-117 .....	— 73		
40.75	Reduction pursuant to P.L. 107-248 .....		— 103	
40.76	Reduction pursuant to P.L. 107-206 .....	— 22		
41.00	Transferred to other accounts .....	— 25	— 230	
42.00	Transferred from other accounts .....	33	20	
43.00	Appropriation (total discretionary) .....	10,501	12,814	12,079
<b>Spending authority from offsetting collections:</b>				
68.00	Spending authority from offsetting collections (new) .....	64	50	50
68.10	Change in uncollected customer payments from Federal sources (unexpired) .....	— 6		
68.90	Spending authority from offsetting collections (total discretionary) .....	58	50	50
70.00	Total new budget authority (gross) .....	10,559	12,865	12,129

**Change in obligated balances:**

72.40	Obligated balance, start of year .....	11,168	11,029	12,599
73.10	Total new obligations .....	10,487	12,260	11,763
73.20	Total outlays (gross) .....	— 10,486	— 10,689	— 11,705
73.40	Adjustments in expired accounts (net) .....	— 100		
73.45	Recoveries of prior year obligations .....	— 48		
74.00	Change in uncollected customer payments from Federal sources (unexpired) .....	6		
74.10	Change in uncollected customer payments from Federal sources (expired) .....	1		
74.40	Obligated balance, end of year .....	11,029	12,599	12,657

**Outlays (gross), detail:**

86.90	Outlays from new discretionary authority .....	2,827	3,382	3,191
86.93	Outlays from discretionary balances .....	7,658	7,307	8,514
87.00	Total outlays (gross) .....	10,486	10,689	11,705

**Offsets:**

Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources .....	— 106	— 5	— 5
88.40	Offsetting collections, Non-Federal sources, Other .....	45	— 45	— 45
88.90	Total, offsetting collections (cash) .....	— 61	— 50	— 50
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired) .....	6		
88.96	Portion of offsetting collections (cash) credited to expired accounts .....	— 3		

**Net budget authority and outlays:**

89.00	Budget authority .....	10,501	12,815	12,079
90.00	Outlays .....	10,425	10,639	11,655

**Budget Plan (in millions of dollars)**

Identification code 57-3010-0-1-051		2002 actual	2003 est.	2004 est.
Direct:				
0701	Combat aircraft .....	3,031	4,457	4,225
0702	Airlift aircraft .....	3,811	4,509	3,905
0703	Trainer aircraft .....	223	204	281
0704	Other aircraft .....	691	727	730
0705	Modification of in-service aircraft .....	1,738	1,879	1,919
0706	Aircraft spares and repair parts .....	295	274	202
0707	Aircraft support equipment and facilities .....	756	793	818
0791	Total direct .....	10,544	12,843	12,079
0801	Reimbursable .....	78	50	50
0893	Total budget plan .....	10,622	12,893	12,129

**General and special funds—Continued****AIRCRAFT PROCUREMENT, AIR FORCE—Continued****Object Classification (in millions of dollars)**

Identification code 57–3010–0–1–051	2002 actual	2003 est.	2004 est.
Direct obligations:			
25.1 Advisory and assistance services .....	38	39	37
31.0 Equipment .....	10,375	12,167	11,676
99.0 Direct obligations .....	10,413	12,206	11,713
99.0 Reimbursable obligations .....	74	54	50
99.9 Total new obligations .....	10,487	12,260	11,763

**MISSILE PROCUREMENT, AIR FORCE**

For construction, procurement, and modification of missiles, spacecraft, rockets, and related equipment, including spare parts and accessories therefor, ground handling equipment, and training devices; expansion of public and private plants, Government-owned equipment and installation thereof in such plants, erection of structures, and acquisition of land, for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; reserve plant and Government and contractor-owned equipment layaway; and other expenses necessary for the foregoing purposes including rents and transportation of things, **[\$3,174,739,000] \$4,393,039,000**, to remain available for obligation until September 30, **[2005] 2006**. (10 U.S.C. 1905, 2271–79, 2363, 2386, 2653, 2672, 2672a, 8013, 8062, 9501–02, 9531–32, 9741–42; 50 U.S.C. 451, 453, 455; Department of Defense Appropriations Act, 2003.)

**Program and Financing (in millions of dollars)**

Identification code 57–3020–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Ballistic missiles .....	28	42	47
00.02 Other missiles .....	196	189	334
00.03 Modification of inservice missiles .....	534	550	578
00.04 Spares and repair parts .....	55	50	71
00.05 Other support .....	2,104	1,896	3,041
09.01 Reimbursable program .....	13	76	75
10.00 Total new obligations .....	2,930	2,803	4,146
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	475	327	613
22.00 New budget authority (gross) .....	2,774	2,981	4,468
22.10 Resources available from recoveries of prior year obligations .....	15	108	
23.90 Total budgetary resources available for obligation .....	3,264	3,416	5,081
23.95 Total new obligations .....	–2,930	–2,803	–4,146
23.98 Unobligated balance expiring or withdrawn .....	–7		
24.40 Unobligated balance carried forward, end of year .....	327	613	935
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	2,990	3,169	4,393
40.35 Appropriation rescinded .....	–12		
40.36 Unobligated balance rescinded .....	–58	–208	
40.72 Reduction pursuant to P.L. 107–117 .....	–21		
40.75 Reduction pursuant to P.L. 107–248 .....		–30	
40.76 Reduction pursuant to P.L. 107–206 .....	–6		
41.00 Transferred to other accounts .....	–133	–25	
43.00 Appropriation (total discretionary) .....	2,760	2,905	4,393
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	11	75	75
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	3		
68.90 Spending authority from offsetting collections (total discretionary) .....	14	75	75
70.00 Total new budget authority (gross) .....	2,774	2,981	4,468
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	2,487	2,631	2,549
73.10 Total new obligations .....	2,930	2,803	4,146

73.20 Total outlays (gross) .....	–2,731	–2,777	–3,466
73.40 Adjustments in expired accounts (net) .....	–38		
73.45 Recoveries of prior year obligations .....	–15	–108	
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	–3		
74.10 Change in uncollected customer payments from Federal sources (expired) .....	1		
74.40 Obligated balance, end of year .....	2,631	2,549	3,229

**Outlays (gross), detail:**

86.90 Outlays from new discretionary authority .....	1,062	1,051	1,729
86.93 Outlays from discretionary balances .....	1,669	1,726	1,737
87.00 Total outlays (gross) .....	2,731	2,777	3,466

**Offsets:**

## Against gross budget authority and outlays:

Offsetting collections (cash) from:			
88.00 Federal sources .....	–12	–59	–59
88.40 Offsetting collections, Non-Federal sources, Other .....		–16	–16
88.90 Total, offsetting collections (cash) .....	–12	–75	–75
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	–3		
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	1		

**Net budget authority and outlays:**

89.00 Budget authority .....	2,760	2,906	4,393
90.00 Outlays .....	2,719	2,702	3,391

**Budget Plan (in millions of dollars)**

Identification code 57–3020–0–1–051	2002 actual	2003 est.	2004 est.
Direct:			
0701 Ballistic missiles .....	30	48	51
0702 Other missiles .....	189	222	382
0703 Modification of inservice missiles .....	545	595	622
0704 Spares and repair parts .....	58	48	78
0705 Other support .....	1,874	2,210	3,260
0791 Total direct .....	2,695	3,121	4,393
0801 Reimbursable .....	13	75	75
0893 Total budget plan .....	2,708	3,196	4,468

**Object Classification (in millions of dollars)**

Identification code 57–3020–0–1–051	2002 actual	2003 est.	2004 est.
Direct obligations:			
25.1 Advisory and assistance services .....	31	34	22
31.0 Equipment .....	2,886	2,693	4,049
99.0 Direct obligations .....	2,917	2,727	4,072
99.0 Reimbursable obligations .....	13	76	75
99.9 Total new obligations .....	2,930	2,803	4,146

**PROCUREMENT OF AMMUNITION, AIR FORCE**

For construction, procurement, production, and modification of ammunition, and accessories therefor; specialized equipment and training devices; expansion of public and private plants, including ammunition facilities authorized by section 2854 of title 10, United States Code, and the land necessary therefor, for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; and procurement and installation of equipment, appliances, and machine tools in public and private plants; reserve plant and Government and contractor-owned equipment layaway; and other expenses necessary for the foregoing purposes, **[\$1,288,164,000] \$1,284,725,000**, to remain available for obligation until September 30, **[2005] 2006**, of which \$166,000,000 shall be available for the Air National Guard and Air Force Reserve. (Department of Defense Appropriations Act, 2003.)



## Program and Financing (in millions of dollars)

Identification code 57–3011–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Ammunition .....	944	1,192	1,243
00.02 Weapons .....	2	4	17
09.01 Reimbursable program .....	1	16	13
10.00 Total new obligations .....	947	1,212	1,273
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	71	91	157
22.00 New budget authority (gross) .....	968	1,277	1,298
22.10 Resources available from recoveries of prior year obligations .....	6		
23.90 Total budgetary resources available for obligation	1,045	1,368	1,455
23.95 Total new obligations .....	–947	–1,212	–1,273
23.98 Unobligated balance expiring or withdrawn .....	–7		
24.40 Unobligated balance carried forward, end of year .....	91	157	181
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	982	1,288	1,285
40.36 Unobligated balance rescinded .....	–6		
40.72 Reduction pursuant to P.L. 107–117 .....	–6		
40.75 Reduction pursuant to P.L. 107–248 .....		–10	
40.76 Reduction pursuant to P.L. 107–206 .....	–2		
41.00 Transferred to other accounts .....		–14	
43.00 Appropriation (total discretionary) .....	968	1,265	1,285
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	2	13	13
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	–2		
68.90 Spending authority from offsetting collections (total discretionary) .....		13	13
70.00 Total new budget authority (gross) .....	968	1,277	1,298
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	888	1,170	1,544
73.10 Total new obligations .....	947	1,212	1,273
73.20 Total outlays (gross) .....	–671	–838	–1,164
73.40 Adjustments in expired accounts (net) .....	15		
73.45 Recoveries of prior year obligations .....	–6		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	2		
74.10 Change in uncollected customer payments from Federal sources (expired) .....	–5		
74.40 Obligated balance, end of year .....	1,170	1,544	1,653
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	36	108	109
86.93 Outlays from discretionary balances .....	635	730	1,055
87.00 Total outlays (gross) .....	671	838	1,164
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	–2		
88.40 Offsetting collections, Non-Federal sources, Other .....		–13	–13
88.90 Total, offsetting collections (cash) .....	–2	–13	–13
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	2		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	968	1,264	1,285
90.00 Outlays .....	668	825	1,151

## Budget Plan (in millions of dollars)

Identification code 57–3011–0–1–051	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
0701 Ammunition .....	969	1,263	1,266
0702 Weapons .....	2	4	19
0791 Total direct .....	971	1,267	1,285
0801 Reimbursable .....	3	13	13

0893 Total budget plan .....	974	1,280	1,298
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## Object Classification (in millions of dollars)

Identification code 57–3011–0–1–051	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
25.1 Advisory and assistance services .....	1	1	1
31.0 Equipment .....	945	1,195	1,259
99.0 Direct obligations .....	946	1,196	1,260
99.0 Reimbursable obligations .....	1	16	13
99.9 Total new obligations .....	947	1,212	1,273

## OTHER PROCUREMENT, AIR FORCE

For procurement and modification of equipment (including ground guidance and electronic control equipment, and ground electronic and communication equipment), and supplies, materials, and spare parts therefor, not otherwise provided for; the purchase of passenger motor vehicles for replacement only, *and the purchase of both light armored vehicles not in excess of 12,000 pounds gross vehicle weight and the purchase of 2 vehicles required for physical security of personnel, notwithstanding price limitations applicable to passenger vehicles but not to exceed \$232,000 per vehicle; lease of passenger motor vehicles; and expansion of public and private plants, Government-owned equipment and installation thereof in such plants, erection of structures, and acquisition of land, for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon, prior to approval of title; reserve plant and Government and contractor-owned equipment layaway, [\$10,672,712,000] \$11,583,659,000, to remain available for obligation until September 30, [2005] 2006, of which \$168,000,000 shall be available for the Air National Guard and Air Force Reserve. (10 U.S.C. 2110, 2353, 2386, 8013, 9505, 9531–32; 50 U.S.C. 491–94; Department of Defense Appropriations Act, 2003.)*

## Program and Financing (in millions of dollars)

Identification code 57–3080–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.02 Vehicular equipment .....	318	324	251
00.03 Electronics and telecommunications equipment .....	1,244	1,437	1,594
00.04 Other base maintenance and support equipment .....	8,878	7,617	9,109
00.05 Spares and repair parts .....	39	61	38
09.01 Reimbursable program .....	120	311	300
10.00 Total new obligations .....	10,599	9,750	11,292
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	1,744	631	1,735
22.00 New budget authority (gross) .....	9,119	10,855	11,884
22.10 Resources available from recoveries of prior year obligations .....	16		
22.22 Unobligated balance transferred from other accounts	360		
23.90 Total budgetary resources available for obligation	11,240	11,486	13,619
23.95 Total new obligations .....	–10,599	–9,750	–11,292
23.98 Unobligated balance expiring or withdrawn .....	–10		
24.40 For completion of prior year budget plans .....	631	1,735	2,326
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	8,834	10,655	11,584
40.35 Appropriation rescinded .....	–53		
40.36 Unobligated balance rescinded .....	–43		
40.72 Reduction pursuant to P.L. 107–117 .....	–56		
40.75 Reduction pursuant to P.L. 107–248 .....		–85	
40.76 Reduction pursuant to P.L. 107–206 .....	–18		
41.00 Transferred to other accounts .....	–3	–30	
42.00 Transferred from other accounts .....	339	15	
43.00 Appropriation (total discretionary) .....	9,000	10,554	11,584
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	102	300	300
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	17		
68.90 Spending authority from offsetting collections (total discretionary) .....	119	300	300

**General and special funds—Continued****OTHER PROCUREMENT, AIR FORCE—Continued****Program and Financing (in millions of dollars)—Continued**

Identification code 57–3080–0–1–051	2002 actual	2003 est.	2004 est.
70.00 Total new budget authority (gross) .....	9,119	10,855	11,884
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	3,639	3,708	3,263
73.10 Total new obligations .....	10,599	9,750	11,292
73.20 Total outlays (gross) .....	–10,395	–10,195	–11,379
73.40 Adjustments in expired accounts (net) .....	–105	.....	.....
73.45 Recoveries of prior year obligations .....	–16	.....	.....
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	–17	.....	.....
74.10 Change in uncollected customer payments from Federal sources (expired) .....	2	.....	.....
74.40 Obligated balance, end of year .....	3,708	3,263	3,176
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	7,275	6,754	7,465
86.93 Outlays from discretionary balances .....	3,120	3,441	3,914
87.00 Total outlays (gross) .....	10,395	10,195	11,379
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	–103	–109	–109
88.40 Offsetting collections, Non-Federal sources, Other .....	.....	–191	–191
88.90 Total, offsetting collections (cash) .....	–103	–300	–300
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	–17	.....	.....
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	1	.....	.....
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	9,000	10,555	11,584
90.00 Outlays .....	10,291	9,895	11,079

**Budget Plan (in millions of dollars)**

Identification code 57–3080–0–1–051	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
0702 Vehicular equipment .....	294	352	247
0703 Electronics and telecommunications equipment .....	1,193	1,456	1,670
0704 Other base maintenance and support equipment .....	7,857	8,729	9,630
0705 Spares and repair parts .....	35	41	37
0791 Total direct .....	9,380	10,578	11,584
0801 Reimbursable .....	129	300	300
0893 Total budget plan .....	9,510	10,878	11,884

**Object Classification (in millions of dollars)**

Identification code 57–3080–0–1–051	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
25.1 Advisory and assistance services .....	30	38	36
31.0 Equipment .....	10,449	9,401	10,956
99.0 Direct obligations .....	10,479	9,439	10,992
99.0 Reimbursable obligations .....	120	311	300
99.9 Total new obligations .....	10,599	9,750	11,292

city of personnel, notwithstanding price limitations applicable to passenger vehicles but not to exceed \$250,000 per vehicle; expansion of public and private plants, equipment, and installation thereof in such plants, erection of structures, and acquisition of land for the foregoing purposes, and such lands and interests therein, may be acquired, and construction prosecuted thereon prior to approval of title; reserve plant and Government and contractor-owned equipment layaway, **[\$3,444,455,000] \$3,691,006,000**, to remain available for obligation until September 30, **[2005] 2006**. (*Department of Defense Appropriations Act, 2003*.)

**Program and Financing (in millions of dollars)**

Identification code 97–0300–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Major equipment .....	1,745	2,004	1,514
00.02 Special Operations Command .....	384	777	1,660
00.03 Chemical/Biological Defense .....	447	431	466
09.01 Reimbursable program .....	181	111	242
10.00 Total new obligations .....	2,757	3,324	3,882
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	652	960	1,097
22.00 New budget authority (gross) .....	2,956	3,461	3,933
22.10 Resources available from recoveries of prior year obligations .....	138	.....	.....
23.90 Total budgetary resources available for obligation .....	3,747	4,421	5,030
23.95 Total new obligations .....	–2,757	–3,324	–3,882
23.98 Unobligated balance expiring or withdrawn .....	–30	.....	.....
24.40 Unobligated balance carried forward, end of year .....	960	1,097	1,147

**New budget authority (gross), detail:**

<b>Discretionary:</b>			
40.00 Appropriation .....	2,502	3,418	3,691
40.35 Appropriation rescinded .....	–35	.....	.....
40.36 Unobligated balance rescinded .....	–113	.....	.....
40.72 Reduction pursuant to P.L. 107–117 .....	–17	.....	.....
40.73 Reduction pursuant to P.L. 107–206 .....	–19	.....	.....
40.75 Reduction pursuant to P.L. 107–248 .....	.....	–26	.....
40.76 Reduction pursuant to P.L. 107–206 .....	–5	.....	.....
41.00 Transferred to other accounts .....	–7	–42	.....
42.00 Transferred from other accounts .....	476	.....	.....
43.00 Appropriation (total discretionary) .....	2,782	3,350	3,691
<b>Spending authority from offsetting collections:</b>			
68.00 Offsetting collections (cash) .....	87	111	242
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	87	.....	.....
68.90 Spending authority from offsetting collections (total discretionary) .....	174	111	242
70.00 Total new budget authority (gross) .....	2,956	3,461	3,933

**Change in obligated balances:**

72.40 Obligated balance, start of year .....	2,053	2,211	2,394
73.10 Total new obligations .....	2,757	3,324	3,882
73.20 Total outlays (gross) .....	–2,347	–3,141	–3,504
73.40 Adjustments in expired accounts (net) .....	–32	.....	.....
73.45 Recoveries of prior year obligations .....	–138	.....	.....
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	–87	.....	.....
74.10 Change in uncollected customer payments from Federal sources (expired) .....	5	.....	.....
74.40 Obligated balance, end of year .....	2,211	2,394	2,772

**Outlays (gross), detail:**

86.90 Outlays from new discretionary authority .....	910	1,117	1,350
86.93 Outlays from discretionary balances .....	1,437	2,024	2,156
87.00 Total outlays (gross) .....	2,347	3,141	3,504

**Offsets:**

Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	–41	–101	–216
88.40 Offsetting collections, Non-Federal sources, Other .....	–51	–10	–26
88.90 Total, offsetting collections (cash) .....	–92	–111	–242
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	–87	.....	.....

**PROCUREMENT, DEFENSE-WIDE**

For expenses of activities and agencies of the Department of Defense (other than the military departments) necessary for procurement, production, and modification of equipment, supplies, materials, and spare parts therefor, not otherwise provided for; the purchase of passenger motor vehicles for replacement only; the purchase of both light armored vehicles not in excess of 12,000 pounds gross vehicle weight and the purchase of 4 vehicles required for physical secu-

88.96	Portion of offsetting collections (cash) credited to expired accounts .....	5		
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	2,782	3,350	3,691
90.00	Outlays .....	2,256	3,029	3,263

**Budget Plan** (in millions of dollars)

Identification code 97-0300-0-1-051	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
0701 Major equipment .....	1,650	2,057	1,206
0702 Special Operations Command .....	752	862	1,978
0703 Chemical/Biological Defense .....	499	437	506
0791 Total direct .....	2,902	3,357	3,691
0801 Reimbursable .....	180	111	242
0893 Total budget plan .....	3,082	3,468	3,933

**Object Classification** (in millions of dollars)

Identification code 97-0300-0-1-051	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
21.0 Travel and transportation of persons .....		1	1
25.1 Advisory and assistance services .....	6	6	6
25.2 Other services .....	2	4	7
25.3 Other purchases of goods and services from Government accounts .....	13	13	23
25.4 Operation and maintenance of facilities .....	1		
25.7 Operation and maintenance of equipment .....	2		
26.0 Supplies and materials .....	4	3	4
31.0 Equipment .....	2,548	3,186	3,600
99.0 Direct obligations .....	2,576	3,213	3,641
99.0 Reimbursable obligations .....	181	111	241
99.9 Total new obligations .....	2,757	3,324	3,882

**[NATIONAL GUARD AND RESERVE EQUIPMENT]**

For procurement of aircraft, missiles, tracked combat vehicles, ammunition, other weapons, and other procurement for the reserve components of the Armed Forces, \$100,000,000, to remain available for obligation until September 30, 2005: *Provided*, That the Chiefs of the Reserve and National Guard components shall, not later than 30 days after the enactment of this Act, individually submit to the congressional defense committees the modernization priority assessment for their respective Reserve or National Guard component.] (*Department of Defense Appropriations Act, 2003.*)

**Program and Financing** (in millions of dollars)

Identification code 97-0350-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Reserve equipment .....	160	78	17
00.02 National Guard equipment .....	525	105	25
10.00 Total new obligations (object class 31.0) .....	685	182	42
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	96	138	51
22.00 New budget authority (gross) .....	697	96	
22.10 Resources available from recoveries of prior year obligations .....	30		
23.90 Total budgetary resources available for obligation .....	823	234	51
23.95 Total new obligations .....	-685	-182	-42
24.40 Unobligated balance carried forward, end of year .....	138	51	10
<b>New budget authority (gross), detail:</b>			
<b>Discretionary:</b>			
40.00 Appropriation .....	699	100	
40.72 Reduction pursuant to P.L. 107-117 .....	-5		
40.75 Reduction pursuant to P.L. 107-248 .....		-2	
40.76 Reduction pursuant to P.L. 107-206 .....	-1		
41.00 Transferred to other accounts .....		-1	
42.00 Transferred from other accounts .....	4		
43.00 Appropriation (total discretionary) .....	697	96	

**Change in obligated balances:**

72.40	Obligated balance, start of year .....	324	592	522
73.10	Total new obligations .....	685	182	42
73.20	Total outlays (gross) .....	-372	-252	-299
73.40	Adjustments in expired accounts (net) .....	-16		
73.45	Recoveries of prior year obligations .....	-30		
74.40	Obligated balance, end of year .....	592	522	264

**Outlays (gross), detail:**

86.90	Outlays from new discretionary authority .....	159	16	
86.93	Outlays from discretionary balances .....	213	236	300
87.00	Total outlays (gross) .....	372	252	299

**Net budget authority and outlays:**

89.00	Budget authority .....	697	96	
90.00	Outlays .....	372	252	299

**Budget Plan** (in millions of dollars)

Identification code 97-0350-0-1-051	2002 actual	2003 est.	2004 est.
0601 Reserve Equipment .....	192	39	
0602 National Guard Equipment .....	503	59	
0893 Total budget plan .....	695	98	

**DEFENSE PRODUCTION ACT PURCHASES**

For activities by the Department of Defense pursuant to sections 108, 301, 302, and 303 of the Defense Production Act of 1950 (50 U.S.C. App. 2078, 2091, 2092, and 2093), [\$73,057,000] \$67,516,000, to remain available until expended[, of which, \$5,000,000 may be used for a Processable Rigid-Rod Polymeric Material Supplier Initiative under title III of the Defense Production Act of 1950 (50 U.S.C. App. 2091 et seq.) to develop affordable production methods and a domestic supplier for military and commercial processable rigid-rod polymeric materials]. (*Department of Defense Appropriations Act, 2003.*)

**Program and Financing** (in millions of dollars)

Identification code 97-0360-0-1-051		2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>				
00.01	Defense Production Act Purchases .....	40	44	68
10.00	Total new obligations .....	40	44	68
<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance carried forward, start of year .....	9	12	40
22.00	New budget authority (gross) .....	40	72	68
22.10	Resources available from recoveries of prior year obligations .....	3		
23.90	Total budgetary resources available for obligation .....	52	84	108
23.95	Total new obligations .....	-40	-44	-68
24.40	Unobligated balance carried forward, end of year .....	12	40	39
<b>New budget authority (gross), detail:</b>				
Discretionary:				
40.00	Appropriation .....	40	73	68
41.00	Transferred to other DoD accounts .....		-1	
43.00	Appropriation (total discretionary) .....	40	72	68
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	23	50	14
73.10	Total new obligations .....	40	44	68
73.20	Total outlays (gross) .....	-9	-80	-70
73.45	Recoveries of prior year obligations .....	-3		
74.40	Obligated balance, end of year .....	50	14	13
<b>Outlays (gross), detail:</b>				
86.90	Outlays from new discretionary authority .....	9	36	34
86.93	Outlays from discretionary balances .....		44	36
87.00	Total outlays (gross) .....	9	80	70
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	40	72	68
90.00	Outlays .....	9	80	70

**General and special funds—Continued****DEFENSE PRODUCTION ACT PURCHASES—Continued****Budget Plan** (in millions of dollars)

Identification code 97–0360–0–1–051	2002 actual	2003 est.	2004 est.
0701 Defense Production Act Purchases .....	40	72	68
0893 Total budget plan .....	40	72	68

The Defense Production Act (50 U.S.C. App. 2061, *et seq.*) authorizes the use of Federal funds to correct industrial resource shortfalls and promote critical technology items which are essential to the national defense.

**Object Classification** (in millions of dollars)

Identification code 97–0360–0–1–051	2002 actual	2003 est.	2004 est.
26.0 Supplies and materials .....	40	44	11
31.0 Equipment .....			57
99.9 Total new obligations .....	40	44	68

**CHEMICAL AGENTS AND MUNITIONS DESTRUCTION, ARMY**

For expenses, not otherwise provided for, necessary for the destruction of the United States stockpile of lethal chemical agents and munitions in accordance with the provisions of section 1412 of the Department of Defense Authorization Act, 1986 (50 U.S.C. 1521), and for the destruction of other chemical warfare materials that are not in the chemical weapon stockpile, **[\$1,490,199,000]** \$1,650,076,000, of which **[\$974,238,000]** \$1,199,168,000 shall be for Operation and maintenance to remain available until September 30, **[2004, \$213,278,000]** 2005; \$79,212,000 shall be for Procurement to remain available until September 30, **[2005, and \$302,683,000]** 2006; \$251,881,000 shall be for Research, development, test and evaluation to remain available until September 30, **[2004]** 2005; \$119,815,000 shall be for military construction to remain available until September 30, 2008; and no more than \$132,677,000 may be for the Chemical Stockpile Emergency Preparedness Program, of which \$44,168,000 shall be for activities on military installations and \$88,509,000 shall be to assist state and local governments. (Department of Defense Appropriations Act, 2003.)

**Program and Financing** (in millions of dollars)

Identification code 21–0390–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Operation and maintenance .....	746	956	1,199
00.02 Research, development, test and evaluation .....	219	292	249
00.03 Procurement .....	185	161	115
00.04 Construction .....			100
09.01 Reimbursable program .....	4	5	5
10.00 Total new obligations .....	1,154	1,414	1,668

**Budgetary resources available for obligation:**

21.40 Unobligated balance carried forward, start of year	21	18	58
22.00 New budget authority (gross) .....	1,118	1,454	1,655
22.10 Resources available from recoveries of prior year obligations .....	34		
23.90 Total budgetary resources available for obligation	1,173	1,472	1,713
23.95 Total new obligations .....	–1,154	–1,414	–1,668
24.40 For completion of prior year budget plans .....	18	58	45

**New budget authority (gross), detail:**

<b>Discretionary:</b>			
40.00 Appropriation .....	1,181	1,470	1,650
40.35 Appropriation rescinded .....	–75		
40.72 Reduction pursuant to P.L. 107–117 .....	–8		
40.73 Reduction pursuant to P.L. 107–206 .....	–1		
41.00 Transferred to other DOD accounts .....		–21	
42.00 Transferred from other DoD accounts .....	17		
43.00 Appropriation (total discretionary) .....	1,114	1,449	1,650
<b>Spending authority from offsetting collections:</b>			
68.00 Offsetting collections (cash) .....	6	5	5

68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	–2		
68.90 Spending authority from offsetting collections (total discretionary) .....	4	5	5
70.00 Total new budget authority (gross) .....	1,118	1,454	1,655

**Change in obligated balances:**

72.40 Obligated balance, start of year .....	511	462	692
73.10 Total new obligations .....	1,154	1,414	1,668
73.20 Total outlays (gross) .....	–1,167	–1,184	–1,485
73.40 Adjustments in expired accounts (net) .....	–5		
73.45 Recoveries of prior year obligations .....	–34		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	2		
74.10 Change in uncollected customer payments from Federal sources (expired) .....	1		
74.40 Obligated balance, end of year .....	462	692	875

**Outlays (gross), detail:**

86.90 Outlays from new discretionary authority .....	709	870	926
86.93 Outlays from discretionary balances .....	458	314	559
87.00 Total outlays (gross) .....	1,167	1,184	1,485

**Offsets:**

<b>Against gross budget authority and outlays:</b>			
88.00 Offsetting collections (cash) from: Federal sources	–5	–5	–5
<b>Against gross budget authority only:</b>			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	2		
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	–1		

**Net budget authority and outlays:**

89.00 Budget authority .....	1,114	1,449	1,650
90.00 Outlays .....	1,161	1,179	1,480

**Budget Plan** (in millions of dollars)

Identification code 21–0390–0–1–051	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
0701 Operation and maintenance .....	748	947	1,199
0702 Research, development, test and evaluation .....	202	294	252
0703 Procurement .....	164	207	79
0704 Construction .....			120
0791 Total direct .....	1,115	1,449	1,650
0801 Reimbursable .....		5	5
0893 Total budget plan .....	1,115	1,454	1,655

P.L. 99–145 authorized an appropriation to the Chemical Agents and Munitions Destruction account to destroy the U.S. inventory of lethal chemical agents and munitions and related (non-stockpile) materiel thus avoiding future risks and costs associated with the continued storage of chemical warfare materiel. The program supports the Chemical Weapons Convention initiatives to rid the world of chemical weapons.

**Object Classification** (in millions of dollars)

Identification code 21–0390–0–1–051	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
21.0 Travel and transportation of persons .....	2	2	2
24.0 Printing and reproduction .....		1	1
25.1 Advisory and assistance services .....	130	117	124
25.2 Other services .....	27	18	18
25.3 Other purchases of goods and services from Government accounts .....	256	226	226
25.4 Operation and maintenance of facilities .....	510	499	499
25.5 Research and development contracts .....	64	231	231
26.0 Supplies and materials .....	2	42	391
31.0 Equipment .....	156	270	168
41.0 Grants, subsidies, and contributions .....	4	3	3
99.0 Direct obligations .....	1,151	1,409	1,663
99.0 Reimbursable obligations .....	3	5	5
99.9 Total new obligations .....	1,154	1,414	1,668

## ARMS INITIATIVE GUARANTEED LOAN FINANCING ACCOUNT

## Program and Financing (in millions of dollars)

Identification code 21-4275-0-3-051	2002 actual	2003 est.	2004 est.
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	1	1	2
22.00 New financing authority (gross)		1	
23.90 Total budgetary resources available for obligation	1	2	2
24.40 Unobligated balance carried forward, end of year	1	2	2
<b>New financing authority (gross), detail:</b>			
Discretionary:			
68.00 Spending authority from offsetting collections (gross): Offsetting collections (cash)		1	
<b>Offsets:</b>			
Against gross financing authority and financing disbursements:			
88.00 Offsetting collections (cash) from: Federal sources		-1	
<b>Net financing authority and financing disbursements:</b>			
89.00 Financing authority			
90.00 Financing disbursements		-1	

## Status of Guaranteed Loans (in millions of dollars)

Identification code 21-4275-0-3-051	2002 actual	2003 est.	2004 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders		45	
2150 Total guaranteed loan commitments		45	
2199 Guaranteed amount of guaranteed loan commitments		39	
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	28	27	71
2231 Disbursements of new guaranteed loans		45	
2251 Repayments and prepayments	-1	-1	-2
2290 Outstanding, end of year	27	71	69
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	23	60	59

This program, first authorized in PL 102-484 (the 1992 Authorization Act), is to encourage commercial firms to use idle government owned, contractor-operated Army ammunition manufacturing facilities to ensure a viable industrial base for the manufacture of ammunition.

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from loan guarantees committed in 1992 and beyond (including modifications of loan guarantees that resulted from commitments in any year). The amounts in this account are a means of financing and are not included in the budget totals.

## Balance Sheet (in millions of dollars)

Identification code 21-4275-0-3-051	2001 actual	2002 actual	2003 est.	2004 est.
<b>ASSETS:</b>				
1101 Federal assets: Fund balances with Treasury	1	1	1	2
1999 Total assets	1	1	1	2
<b>LIABILITIES:</b>				
2105 Federal liabilities: Other	1	1	1	2
2999 Total liabilities	1	1	1	2
4999 Total liabilities and net position	1	1	1	2

## RESEARCH, DEVELOPMENT, TEST AND EVALUATION

Appropriations in this title support modernization through basic and applied research, fabrication of technology-demonstration devices, and development and testing of prototypes and full-scale preproduction hardware. This work is performed by contractors, government laboratories and facilities, universities and nonprofit organizations. Research and development programs are funded to cover annual needs. Resources presented under the RDT&E title contribute primarily to achieving the Department's annual goals of transforming the force for new missions and reforming processes and organizations. Performance targets in support of these goals contribute to the Department's efforts to mitigate future challenges risk and institutional risk, as directed in the 2001 Quadrennial Defense Review.

The budget plan for each appropriation is shown as a separate table immediately following the program and financing schedules for that appropriation. Funds for each fiscal year are available for obligation for a two-year period beginning on the first day of that fiscal year.

The 2004 budget provides for major technology and development efforts. These include science and technology programs, development of weapons systems and supporting systems, including missile defense and support of test and evaluation programs and necessary infrastructure. The Department continues to emphasize technology efforts that ensure that the Nation will maintain a technological advantage over potential adversaries.

## Federal Funds

## General and special funds:

## RESEARCH, DEVELOPMENT, TEST AND EVALUATION, ARMY

For expenses necessary for basic and applied scientific research, development, test and evaluation, including maintenance, rehabilitation, lease, and operation of facilities and equipment, **[\$7,669,656,000] \$9,122,825,000**, to remain available for obligation until September 30, **[2004] 2005**. (10 U.S.C. 2353; Department of Defense Appropriations Act, 2003.)

## Program and Financing (in millions of dollars)

Identification code 21-2040-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Basic research	230	210	330
00.02 Applied research	917	796	677
00.03 Advanced technology development	942	1,020	845
00.04 Advanced component development and prototypes	909	831	792
00.05 System development and demonstration	2,197	2,221	4,430
00.06 Management support	1,010	863	878
00.07 Operational system development	1,071	1,007	973
09.01 Reimbursable program	2,671	2,329	1,837
10.00 Total new obligations	9,947	9,277	10,762
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	1,025	1,097	1,118
22.00 New budget authority (gross)	9,545	9,298	10,960
22.10 Resources available from recoveries of prior year obligations	476		
22.22 Unobligated balance transferred from other accounts	3		
23.90 Total budgetary resources available for obligation	11,049	10,395	12,078
23.95 Total new obligations	-9,947	-9,277	-10,762
23.98 Unobligated balance expiring or withdrawn	-4		
24.40 For completion of prior year budget plans	1,097	1,118	1,315

## New budget authority (gross), detail:

Discretionary:			
40.00 Appropriation	7,114	7,628	9,123
40.36 Unobligated balance rescinded	-6		
40.72 Reduction pursuant to P.L. 107-117	-53		
40.73 Reduction pursuant to P.L. 107-206	-14		
40.75 Reduction pursuant to P.L. 107-248		-69	

## General and special funds—Continued

RESEARCH, DEVELOPMENT, TEST AND EVALUATION, ARMY—  
Continued

## Program and Financing (in millions of dollars)—Continued

Identification code 21–2040–0–1–051	2002 actual	2003 est.	2004 est.
40.76 Reduction pursuant to P.L. 107–206 .....	– 15		
41.00 Transferred to other accounts .....	– 3	– 44	
42.00 Transferred from other accounts .....	7		
43.00 Appropriation (total discretionary) .....	7,030	7,515	9,123
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	2,050	1,783	1,837
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	465		
68.90 Spending authority from offsetting collections (total discretionary) .....	2,515	1,783	1,837
70.00 Total new budget authority (gross) .....	9,545	9,298	10,960
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	3,101	3,452	3,925
73.10 Total new obligations .....	9,947	9,277	10,762
73.20 Total outlays (gross) .....	– 8,765	– 8,805	– 10,047
73.40 Adjustments in expired accounts (net) .....	– 64		
73.45 Recoveries of prior year obligations .....	– 476		
74.00 Change in uncollected customer payments from Fed- eral sources (unexpired) .....	– 465		
74.10 Change in uncollected customer payments from Fed- eral sources (expired) .....	174		
74.40 Obligated balance, end of year .....	3,452	3,925	4,640
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	4,925	5,654	6,536
86.93 Outlays from discretionary balances .....	3,840	3,151	3,511
87.00 Total outlays (gross) .....	8,765	8,805	10,047
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	– 2,081	– 1,783	– 1,837
88.40 Non-Federal sources .....	– 115		
88.90 Total, offsetting collections (cash) .....	– 2,196	– 1,783	– 1,837
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	– 465		
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	146		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	7,030	7,515	9,123
90.00 Outlays .....	6,569	7,022	8,210
<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>			
99.00 Budget authority .....		98	103
99.01 Outlays .....		98	103

## Budget Plan (in millions of dollars)

Identification code 21–2040–0–1–051	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
0701 Basic research .....	221	244	343
0702 Applied research .....	865	858	641
0703 Advanced technology development .....	907	1,040	806
0704 Demonstration/validation .....	859	857	784
0705 Engineering/manufacturing development .....	2,141	2,512	4,738
0706 Management support .....	928	950	860
0707 Operational system development .....	1,096	1,073	950
0791 Total direct .....	7,018	7,535	9,123
0801 Reimbursable .....	2,607	1,783	1,837
0893 Total budget plan .....	9,625	9,318	10,959

## Object Classification (in millions of dollars)

Identification code 21–2040–0–1–051	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
Personnel compensation:			
11.1 Full-time permanent .....	491	533	566
11.3 Other than full-time permanent .....	41	58	61
11.5 Other personnel compensation .....	24	27	30
11.9 Total personnel compensation .....	556	618	657
12.1 Civilian personnel benefits .....	129	224	92
13.0 Benefits for former personnel .....	5	2	10
21.0 Travel and transportation of persons .....	58	72	125
22.0 Transportation of things .....	9	13	22
23.1 Rental payments to GSA .....	3	2	4
23.2 Rental payments to others .....	2		
23.3 Communications, utilities, and miscellaneous charges .....	5	34	60
24.0 Printing and reproduction .....	1	2	4
25.1 Advisory and assistance services .....	295	73	80
25.2 Other services .....	89	27	47
Other purchases of goods and services from Gov- ernment accounts:			
25.3 Other purchases of goods and services from Government accounts .....	597	601	1,051
25.3 Purchases from revolving funds .....		64	11
25.4 Operation and maintenance of facilities .....		97	170
25.5 Research and development contracts .....	4,973	4,399	5,333
25.7 Operation and maintenance of equipment .....	30	32	55
25.8 Subsistence and support of persons .....		26	46
26.0 Supplies and materials .....	95	116	204
31.0 Equipment .....	257	303	530
32.0 Land and structures .....	2	2	3
41.0 Grants, subsidies, and contributions .....	170	241	421
99.0 Direct obligations .....	7,276	6,948	8,925
99.0 Reimbursable obligations .....	2,671	2,329	1,837
99.9 Total new obligations .....	9,947	9,277	10,762

## Personnel Summary

Identification code 21–2040–0–1–051	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
1001 Total compensable workyears: Civilian full-time equiv- alent employment .....	7,724	8,245	8,287
<b>Reimbursable:</b>			
2001 Total compensable workyears: Civilian full-time equiv- alent employment .....	9,257	8,938	8,822

## RESEARCH, DEVELOPMENT, TEST AND EVALUATION, NAVY

For expenses necessary for basic and applied scientific research, development, test and evaluation, including maintenance, rehabilitation, lease, and operation of facilities and equipment, **[\$13,946,085,000] \$14,106,653,000**, to remain available for obligation until September 30, **[2004] 2005: Provided**, That funds appropriated in this paragraph which are available for the V–22 may be used to meet unique operational requirements of the Special Operations Forces: *Provided further, That funds appropriated in this paragraph shall be available for the Cobra Judy program. (10 U.S.C. 174, 2352–54, 7522; Department of Defense Appropriations Act, 2003.)*

## Program and Financing (in millions of dollars)

Identification code 17–1319–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Basic research .....	390	393	456
00.02 Applied research .....	753	812	555
00.03 Advanced technology development .....	810	880	656
00.04 Advanced component development and prototypes .....	2,514	1,827	2,618
00.05 System development and demonstration .....	3,495	5,192	6,184
00.06 Management support .....	848	749	655
00.07 Operational system development .....	2,315	3,793	2,948
09.01 Reimbursable program .....	240	220	195
10.00 Total new obligations .....	11,365	13,866	14,267
<b>Budgetary resources available for obligation:</b>			
21.40 For completion of prior year budget plans .....	781	1,041	968
22.00 New budget authority (gross) .....	11,638	13,792	14,302

23.90	Total budgetary resources available for obligation	12,419	14,833	15,270
23.95	Total new obligations	—11,365	—13,866	—14,267
23.98	Unobligated balance expiring or withdrawn	—15		
24.40	Available to finance subsequent year budget plans	1,041	968	1,001

**New budget authority (gross), detail:**

<b>Discretionary:</b>				
40.00	Appropriation	11,508	13,865	14,107
40.36	Unobligated balance rescinded	—19	—2	
40.72	Reduction pursuant to P.L. 107-117	—120		
40.73	Reduction pursuant to P.L. 107-206	—6		
40.75	Reduction pursuant to P.L. 107-248		—117	
40.76	Reduction pursuant to P.L. 107-206	—24		
41.00	Transferred to other accounts		—149	
42.00	Transferred from other accounts	48		
43.00	Appropriation (total discretionary)	11,387	13,597	14,107
<b>Spending authority from offsetting collections:</b>				
68.00	Offsetting collections (cash)	171	195	195
68.10	Change in uncollected customer payments from Federal sources (unexpired)	81		
68.90	Spending authority from offsetting collections (total discretionary)	252	195	195
70.00	Total new budget authority (gross)	11,639	13,792	14,302

**Change in obligated balances:**

72.40	Obligated balance, start of year	4,372	5,058	6,497
73.10	Total new obligations	11,365	13,866	14,267
73.20	Total outlays (gross)	—10,511	—12,427	—13,742
73.40	Adjustments in expired accounts (net)	—92		
74.00	Change in uncollected customer payments from Federal sources (unexpired)	—81		
74.10	Change in uncollected customer payments from Federal sources (expired)	5		
74.40	Obligated balance, end of year	5,058	6,497	7,024

**Outlays (gross), detail:**

86.90	Outlays from new discretionary authority	6,428	7,810	8,095
86.93	Outlays from discretionary balances	4,083	4,617	5,647
87.00	Total outlays (gross)	10,511	12,427	13,742

**Offsets:**

<b>Against gross budget authority and outlays:</b>				
<b>Offsetting collections (cash) from:</b>				
88.00	Federal sources	—140	—185	—185
88.40	Offsetting collections, Non-Federal sources, Other	—11	—10	—10
88.90	Total, offsetting collections (cash)	—151	—195	—195
<b>Against gross budget authority only:</b>				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	—81		
88.96	Portion of offsetting collections (cash) credited to expired accounts	—20		

**Net budget authority and outlays:**

89.00	Budget authority	11,387	13,597	14,107
90.00	Outlays	10,359	12,232	13,547

**Additional net budget authority and outlays to cover cost of fully accruing retirement:**

99.00	Budget authority		6	6
99.01	Outlays		6	6

**Budget Plan (in millions of dollars)**

Identification code 17-1319-0-1-051				
<b>Direct:</b>				
0701	Basic research	395	412	460
0702	Applied research	756	806	536
0703	Advanced technology development	847	813	644
0704	Demonstration/validation	1,632	2,708	2,600
0705	Engineering manufacturing support	3,608	5,265	6,262
0706	Management support	877	704	651
0707	Operational system development	3,265	2,922	2,954
0791	Total direct	11,379	13,631	14,107
0801	Reimbursable	251	195	195
0893	Total budget plan	11,630	13,826	14,302

**Object Classification (in millions of dollars)**

Identification code 17-1319-0-1-051				
<b>Direct obligations:</b>				
<b>Personnel compensation:</b>				
11.1	Full-time permanent	39	46	44
11.3	Other than full-time permanent	3	3	2
11.5	Other personnel compensation		1	1
11.9	Total personnel compensation	42	50	47
12.1	Civilian personnel benefits	8	11	14
21.0	Travel and transportation of persons	29	33	27
22.0	Transportation of things	1	1	1
23.2	Rental payments to others	1	11	
23.3	Communications, utilities, and miscellaneous charges	3	2	3
24.0	Printing and reproduction	1		
25.1	Advisory and assistance services	363	179	354
25.2	Other services	61	26	85
<b>Other purchases of goods and services from Government accounts:</b>				
<b>Other purchases of goods and services from Government accounts:</b>				
25.3	Government accounts	307	749	394
25.3	Purchases from revolving funds	2,709	1,851	2,627
25.4	Operation and maintenance of facilities	3	26	1
25.5	Research and development contracts	7,520	10,693	10,437
25.7	Operation and maintenance of equipment	3		5
26.0	Supplies and materials	5	2	8
31.0	Equipment	67	12	67
32.0	Land and structures	2		2
99.0	Direct obligations	11,125	13,646	14,072
99.0	Reimbursable obligations	240	220	195
99.9	Total new obligations	11,365	13,866	14,267

**Personnel Summary**

Identification code 17-1319-0-1-051				
<b>Direct:</b>				
1001	Total compensable workyears: Civilian full-time equivalent employment	701	670	647
<b>Reimbursable:</b>				
2001	Total compensable workyears: Civilian full-time equivalent employment	636	734	729

**RESEARCH, DEVELOPMENT, TEST AND EVALUATION, AIR FORCE**

For expenses necessary for basic and applied scientific research, development, test and evaluation, including maintenance, rehabilitation, lease, and operation of facilities and equipment, **[\$18,822,569,000] \$20,336,258,000**, to remain available for obligation until September 30, **[2004] 2005**. (10 U.S.C. 174, 1581, 1584, 2271-79, 2352-54, 2386, 2663, 2672, 2672a, 8012, 9503-04, 9532; 42 U.S.C. 1891-92; 50 U.S.C. App. 2093(g); Department of Defense Appropriations Act, 2003.)

**Program and Financing (in millions of dollars)**

Identification code 57-3600-0-1-051				
<b>Obligations by program activity:</b>				
00.01	Basic research	219	206	308
00.02	Applied research	760	795	760
00.03	Advanced technology development	538	675	1,301
00.04	Advanced component development and prototypes	1,009	1,343	2,081
00.05	System development and demonstration	3,513	4,188	4,537
00.06	Management support	885	657	628
00.07	Operational system development	7,815	9,786	10,424
09.01	Reimbursable program	2,372	2,227	3,411
10.00	Total new obligations	17,111	19,877	23,450
<b>Budgetary resources available for obligation:</b>				
21.40	For completion of prior year budget plans	1,511	1,287	2,078
22.00	New budget authority (gross)	16,898	20,667	23,747
22.10	Resources available from recoveries of prior year obligations	13		
22.22	Unobligated balance transferred from other accounts	7		
23.90	Total budgetary resources available for obligation	18,429	21,954	25,825
23.95	Total new obligations	—17,111	—19,877	—23,450

**General and special funds—Continued****RESEARCH, DEVELOPMENT, TEST AND EVALUATION, AIR FORCE—  
Continued****Program and Financing (in millions of dollars)—Continued**

Identification code 57-3600-0-1-051	2002 actual	2003 est.	2004 est.
23.98 Unobligated balance expiring or withdrawn .....	-29		
24.40 For completion of prior year budget plans .....	1,287	2,078	2,375
<b>New budget authority (gross), detail:</b>			
<b>Discretionary:</b>			
40.00 Appropriation .....	14,868	18,729	20,336
40.35 Appropriation rescinded .....	-194		
40.36 Unobligated balance rescinded .....	-69	-69	
40.72 Reduction pursuant to P.L. 107-117 .....	-122		
40.73 Reduction pursuant to P.L. 107-206 .....	-7		
40.75 Reduction pursuant to P.L. 107-248 .....		-171	
40.76 Reduction pursuant to P.L. 107-206 .....	-30		
41.00 Transferred to other accounts .....	-38	-144	
42.00 Transferred from other accounts .....	112	106	
43.00 Appropriation (total discretionary) .....	14,520	18,451	20,336
<b>Spending authority from offsetting collections:</b>			
68.00 Offsetting collections (cash) .....	2,272	2,216	3,411
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	106		
68.90 Spending authority from offsetting collections (total discretionary) .....	2,378	2,216	3,411
70.00 Total new budget authority (gross) .....	16,898	20,667	23,747
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	5,761	6,210	6,395
73.10 Total new obligations .....	17,111	19,877	23,450
73.20 Total outlays (gross) .....	-16,556	-19,692	-22,450
73.40 Adjustments in expired accounts (net) .....	-64		
73.45 Recoveries of prior year obligations .....	-13		
74.00 Change in uncollected customer payments from Fed- eral sources (unexpired) .....	-106		
74.10 Change in uncollected customer payments from Fed- eral sources (expired) .....	77		
74.40 Obligated balance, end of year .....	6,210	6,395	7,395
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	10,477	13,671	15,940
86.93 Outlays from discretionary balances .....	6,079	6,021	6,510
87.00 Total outlays (gross) .....	16,556	19,692	22,450
<b>Offsets:</b>			
<b>Against gross budget authority and outlays:</b>			
<b>Offsetting collections (cash) from:</b>			
88.00 Federal sources .....	-2,315	-2,188	-3,367
88.40 Offsetting collections, Non-Federal sources, Other .....	-13	-28	-44
88.90 Total, offsetting collections (cash) .....	-2,328	-2,216	-3,411
<b>Against gross budget authority only:</b>			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	-106		
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	56		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	14,520	18,451	20,336
90.00 Outlays .....	14,228	17,476	19,039
<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>			
99.00 Budget authority .....		531	551
99.01 Outlays .....		531	551

**Budget Plan (in millions of dollars)**

Identification code 57-3600-0-1-051	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
0701 Basic research .....	222	218	322
0702 Applied research .....	749	829	758
0703 Advanced technology development .....	546	704	1,146
0704 Demonstration/validation .....	910	1,468	2,177
0705 Engineering/manufacturing development .....	3,506	4,507	4,577
0706 Management support .....	893	637	630

0707 Operational system development .....	7,652	10,198	10,726
0791 Total direct .....	14,479	18,561	20,336
0801 Reimbursable .....	2,366	2,216	3,411
0893 Total budget plan .....	16,846	20,777	23,747

**Object Classification (in millions of dollars)**

Identification code 57-3600-0-1-051	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	284	283	299
11.3 Other than full-time permanent .....	23	22	24
11.5 Other personnel compensation .....	9	8	9
11.9 Total personnel compensation .....	316	313	332
12.1 Civilian personnel benefits .....	75	72	100
21.0 Travel and transportation of persons .....	46	31	40
22.0 Transportation of things .....	4	2	3
23.2 Rental payments to others .....	2	1	1
23.3 Communications, utilities, and miscellaneous charges .....	10	5	6
24.0 Printing and reproduction .....	1		
25.1 Advisory and assistance services .....	330	283	280
25.2 Other services .....	610	441	426
25.3 Other purchases of goods and services from Gov- ernment accounts .....	4	38	35
25.4 Operation and maintenance of facilities .....	29	10	20
25.5 Research and development contracts .....	13,203	16,346	18,660
26.0 Supplies and materials .....	66	84	94
31.0 Equipment .....	44	24	44
99.0 Direct obligations .....	14,740	17,650	20,041
99.0 Reimbursable obligations .....	2,371	2,227	3,409
99.9 Total new obligations .....	17,111	19,877	23,450

**Personnel Summary**

Identification code 57-3600-0-1-051	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
1001 Total compensable workyears: Civilian full-time equiv- alent employment .....	4,845	4,519	4,525
<b>Reimbursable:</b>			
2001 Total compensable workyears: Civilian full-time equiv- alent employment .....	2,237	2,333	2,323

**RESEARCH, DEVELOPMENT, TEST AND EVALUATION, DEFENSE-WIDE**

For expenses of activities and agencies of the Department of Defense (other than the military departments), necessary for basic and applied scientific research, development, test and evaluation; advanced research projects as may be designated and determined by the Secretary of Defense, pursuant to law; maintenance, rehabilitation, lease, and operation of facilities and equipment, **[\$17,924,642,000] \$17,974,257,000**, to remain available for obligation until September 30, **[2004] 2005**. (*Department of Defense Appropriations Act, 2003.*)

**Program and Financing (in millions of dollars)**

Identification code 97-0400-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Basic research .....	483	531	221
00.02 Applied research .....	1,671	1,745	1,743
00.03 Advanced technology development .....	1,968	2,514	2,571
00.04 Advanced component development and prototypes .....	5,707	6,057	7,430
00.05 System development and demonstration .....	1,417	1,450	499
00.06 Management support .....	666	642	588
00.07 Operational system development .....	2,929	4,293	4,831
09.01 Reimbursable program .....	541	679	692
10.00 Total new obligations .....	15,382	17,911	18,575
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	1,110	2,142	1,869
22.00 New budget authority (gross) .....	16,089	17,637	18,666
22.10 Resources available from recoveries of prior year obli- gations .....	348		
22.22 Unobligated balance transferred from other accounts .....	11		



23.90	Total budgetary resources available for obligation	17,558	19,779	20,535
23.95	Total new obligations	—15,382	—17,911	—18,575
23.98	Unobligated balance expiring or withdrawn	—35		
24.40	Unobligated balance carried forward, end of year	2,142	1,869	1,960

**New budget authority (gross), detail:**

<b>Discretionary:</b>				
40.00	Appropriation	15,477	17,334	17,974
40.36	Unobligated balance rescinded	—1	—20	
40.72	Reduction pursuant to P.L. 107–117	—119		
40.73	Reduction pursuant to P.L. 107–206	—17		
40.75	Reduction pursuant to P.L. 107–248		—168	
40.76	Reduction pursuant to P.L. 107–206	—32		
41.00	Transferred to other accounts	—36	—152	
42.00	Transferred from other accounts	274	4	
43.00	Appropriation (total discretionary)	15,546	16,998	17,974
<b>Spending authority from offsetting collections:</b>				
68.00	Offsetting collections (cash)	417	639	692
68.10	Change in uncollected customer payments from Federal sources (unexpired)	126		
68.90	Spending authority from offsetting collections (total discretionary)	543	639	692
70.00	Total new budget authority (gross)	16,089	17,637	18,666

**Change in obligated balances:**

72.40	Obligated balance, start of year	6,411	7,923	9,340
73.10	Total new obligations	15,382	17,911	18,575
73.20	Total outlays (gross)	—13,514	—16,494	—17,826
73.40	Adjustments in expired accounts (net)	—9		
73.45	Recoveries of prior year obligations	—348		
74.00	Change in uncollected customer payments from Federal sources (unexpired)	—126		
74.10	Change in uncollected customer payments from Federal sources (expired)	125		
74.40	Obligated balance, end of year	7,923	9,340	10,089

**Outlays (gross), detail:**

86.90	Outlays from new discretionary authority	7,639	8,628	9,140
86.93	Outlays from discretionary balances	5,875	7,866	8,686
87.00	Total outlays (gross)	13,514	16,494	17,826

**Offsets:**

<b>Against gross budget authority and outlays:</b>				
<b>Offsetting collections (cash) from:</b>				
88.00	Federal sources	—430	—519	—589
88.40	Offsetting collections, Non-Federal sources, Other	—87	—120	—103
88.90	Total, offsetting collections (cash)	—517	—639	—692
<b>Against gross budget authority only:</b>				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	—126		
88.96	Portion of offsetting collections (cash) credited to expired accounts	100		

**Net budget authority and outlays:**

89.00	Budget authority	15,546	16,998	17,974
90.00	Outlays	12,995	15,855	17,134

**Additional net budget authority and outlays to cover cost of fully accruing retirement:**

99.00	Budget authority		15	15
99.01	Outlays		15	15

**Budget Plan (in millions of dollars)**

Identification code 97-0400-0-1-051		2002 actual	2003 est.	2004 est.
Direct:				
0701	Basic research .....	496	542	187
0702	Applied research .....	1,711	1,796	1,735
0703	Advanced technology development .....	2,086	2,501	2,566
0704	Demonstration/validation .....	5,978	5,721	7,636
0705	Engineering manufacturing development .....	1,411	1,478	379
0706	Management support .....	660	561	592
0707	Operational system development .....	3,171	4,462	4,880
0791	Total direct .....	15,513	17,061	17,974
0801	Reimbursable .....	542	639	692
0893	Total budget plan .....	16,054	17,700	18,667

**Object Classification (in millions of dollars)**

Identification code 97-0400-0-1-051		2002 actual	2003 est.	2004 est.
Direct obligations:				
Personnel compensation:				
11.1	Full-time permanent .....	86	95	99
11.3	Other than full-time permanent .....	4	4	4
11.5	Other personnel compensation .....	2	3	4
11.9	Total personnel compensation .....	92	102	107
12.1	Civilian personnel benefits .....	20	21	26
21.0	Travel and transportation of persons .....	23	25	35
22.0	Transportation of things .....	1	1	1
23.1	Rental payments to GSA .....	10	10	13
23.2	Rental payments to others .....	1	1	6
23.3	Communications, utilities, and miscellaneous charges .....	12	14	24
25.1	Advisory and assistance services .....	796	871	1,001
25.2	Other services .....	184	236	3,335
25.3	Other purchases of goods and services from Government accounts .....	221	211	225
25.4	Operation and maintenance of facilities .....	9	6	8
25.5	Research and development contracts .....	13,187	15,358	12,786
25.7	Operation and maintenance of equipment .....	21	33	41
26.0	Supplies and materials .....	19	23	30
31.0	Equipment .....	237	310	232
32.0	Land and structures .....	1	1	1
41.0	Grants, subsidies, and contributions .....	7	9	11
99.0	Direct obligations .....	14,841	17,232	17,882
99.0	Reimbursable obligations .....	541	679	693
99.9	Total new obligations .....	15,382	17,911	18,575

**Personnel Summary**

Identification code 97–0400–0–1–051		2002 actual	2003 est.	2004 est.
Direct:				
1001	Total compensable workyears: Civilian full-time equivalent employment .....	1,172	1,230	1,202
Reimbursable:				
2001	Total compensable workyears: Civilian full-time equivalent employment .....	28	32	32

**DEVELOPMENTAL TEST AND EVALUATION, DEFENSE****Program and Financing (in millions of dollars)**

Identification code 97–0450–0–1–051		2002 actual	2003 est.	2004 est.
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	70	23	3
73.20	Total outlays (gross) .....	– 41	– 20	– 4
73.40	Adjustments in expired accounts (net) .....	– 8	.....	.....
74.10	Change in uncollected customer payments from Federal sources (expired) .....	1	.....	.....
74.40	Obligated balance, end of year .....	23	3	– 1
<b>Outlays (gross), detail:</b>				
86.93	Outlays from discretionary balances .....	41	20	4
<b>Offsets:</b>				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources .....	– 1	.....	.....
Against gross budget authority only:				
88.96	Portion of offsetting collections (cash) credited to expired accounts .....	1	.....	.....

**Net budget authority and outlays:**

89.00	Budget authority			
90.00	Outlays	40	20	4

**OPERATIONAL TEST AND EVALUATION, DEFENSE**

For expenses, not otherwise provided for, necessary for the independent activities of the Director, Operational Test and Evaluation, in the direction and supervision of operational test and evaluation, including initial operational test and evaluation which is conducted prior to, and in support of, production decisions; joint operational

**General and special funds—Continued****OPERATIONAL TEST AND EVALUATION, DEFENSE—Continued**

testing and evaluation; and administrative expenses in connection therewith, **[\$245,554,000] \$286,661,000**, to remain available for obligation until September 30, **[2004] 2005**. (*Department of Defense Appropriations Act, 2003*.)

**Program and Financing** (in millions of dollars)

Identification code 97-0460-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.03 Advanced technology development .....	7	9	12
00.06 Management support .....	229	227	271
10.00 Total new obligations .....	236	236	283
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	20	15	17
22.00 New budget authority (gross) .....	230	237	287
22.10 Resources available from recoveries of prior year obligations .....	2		
23.90 Total budgetary resources available for obligation	252	252	304
23.95 Total new obligations .....	-236	-236	-283
23.98 Unobligated balance expiring or withdrawn .....	-1		
24.40 Unobligated balance carried forward, end of year .....	15	17	20
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	232	241	287
40.72 Reduction pursuant to P.L. 107-117 .....	-2		
40.75 Reduction pursuant to P.L. 107-248 .....		-2	
41.00 Transferred to other accounts .....		-2	
43.00 Appropriation (total discretionary) .....	230	237	287
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	114	152	155
73.10 Total new obligations .....	236	236	283
73.20 Total outlays (gross) .....	-195	-233	-260
73.40 Adjustments in expired accounts (net) .....	-1		
73.45 Recoveries of prior year obligations .....	-2		
74.40 Obligated balance, end of year .....	152	155	178
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	97	105	127
86.93 Outlays from discretionary balances .....	98	128	133
87.00 Total outlays (gross) .....	195	233	260
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	230	237	287
90.00 Outlays .....	195	233	260

**Budget Plan** (in millions of dollars)

Identification code 97-0460-0-1-051	2002 actual	2003 est.	2004 est.
0703 Advanced technology development .....	8	9	13
0706 Management Support .....	221	229	274
0893 Total budget plan .....	229	238	287

**Object Classification** (in millions of dollars)

Identification code 97-0460-0-1-051	2002 actual	2003 est.	2004 est.
21.0 Travel and transportation of persons .....	1	1	1
25.1 Advisory and assistance services .....	33	34	40
25.3 Other purchases of goods and services from Government accounts .....	199	198	239
25.4 Operation and maintenance of facilities .....	2	2	2
26.0 Supplies and materials .....	1	1	1
99.9 Total new obligations .....	236	236	283

**MILITARY CONSTRUCTION**

The Military Construction programs are intended to provide facilities required as a result of new weapon systems entering

the inventory including aircraft and naval vessels, and other high priority initiatives. The program continues initiatives to improve living and working conditions, reduce operating costs, increase productivity, and conserve energy by upgrading or replacing facilities which have become functionally obsolete or can be made more efficient through relatively modest investments in improvements. Also included in this request are resources required to clean up and dispose of property consistent with the four closure rounds required by the Base Closure Acts of 1988 and 1990.

The budget plan for each appropriation is shown as a separate table immediately following the program and financing schedules for those appropriations that are available for obligation for more than one year. In 2004 it presents, by budget activity, the value of the program requested for the life of the multiple-year appropriations, with comparable amounts in 2002 and 2003. Resources presented under the Military Construction title contribute primarily to achieving the Department's annual performance goals of assuring readiness and sustainability. Performance targets in support of these goals contribute to the Department's efforts to mitigate force management and operational risk, as directed in the 2001 Quadrennial Defense Review.

**Federal Funds****General and special funds:****MILITARY CONSTRUCTION, ARMY****[(INCLUDING RESCISSION)]**

For acquisition, construction, installation, and equipment of temporary or permanent public works, military installations, facilities, and real property for the Army as currently authorized by law, including personnel in the Army Corps of Engineers and other personal services necessary for the purposes of this appropriation, and for construction and operation of facilities in support of the functions of the Commander in Chief, **[\$1,683,710,000] \$1,536,010,000**, to remain available until September 30, **[2007] 2008**: *Provided*, That of this amount, not to exceed **[\$163,135,000] \$122,710,000** shall be available for study, planning, design, architect and engineer services, and host nation support, as authorized by law, unless the Secretary of Defense determines that additional obligations are necessary for such purposes and notifies the Committees on Appropriations of both Houses of Congress of his determination and the reasons therefor: *Provided further*, That of the funds appropriated for "Military Construction, Army" in previous Military Construction Appropriation Acts, \$49,376,000 are rescinded]. (*Military Construction Appropriations Act, 2003*.)

**Program and Financing** (in millions of dollars)

Identification code 21-2050-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Major construction .....	1,599	1,383	1,271
00.02 Minor construction .....	19	18	20
00.03 Planning .....	156	110	135
00.04 Supporting Activities .....	1	13	23
09.01 Reimbursable program .....	2,447	2,080	2,075
10.00 Total new obligations .....	4,222	3,604	3,524
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	833	1,063	1,092
22.00 New budget authority (gross) .....	4,181	3,634	3,536
22.10 Resources available from recoveries of prior year obligations .....	273		
22.21 Unobligated balance transferred to other accounts	-16		
22.22 Unobligated balance transferred from other accounts	16		
23.90 Total budgetary resources available for obligation	5,287	4,697	4,628
23.95 Total new obligations .....	-4,222	-3,604	-3,524
24.40 Unobligated balance carried forward, end of year .....	1,063	1,092	1,105

**New budget authority (gross), detail:**

Discretionary:			
40.00 Appropriation .....	1,799	1,684	1,536

40.36	Unobligated balance rescinded .....	—36	—49	.....
40.79	Reduction pursuant to P.L. 107–64 .....	—20	.....	.....
42.00	Transferred from other accounts .....	36	.....	.....
43.00	Appropriation (total discretionary) .....	1,779	1,634	1,536
68.00	Spending authority from offsetting collections:			
68.00	Offsetting collections (cash) .....	2,328	2,000	2,000
68.10	Change in uncollected customer payments from Federal sources (unexpired) .....	74	.....	.....
68.90	Spending authority from offsetting collections (total discretionary) .....	2,402	2,000	2,000
70.00	Total new budget authority (gross) .....	4,181	3,634	3,536

**Change in obligated balances:**

72.40	Obligated balance, start of year .....	1,164	1,857	2,277
73.10	Total new obligations .....	4,222	3,604	3,524
73.20	Total outlays (gross) .....	—3,212	—3,186	—3,501
73.40	Adjustments in expired accounts (net) .....	—14	.....	.....
73.45	Recoveries of prior year obligations .....	—273	.....	.....
74.00	Change in uncollected customer payments from Federal sources (unexpired) .....	—74	.....	.....
74.10	Change in uncollected customer payments from Federal sources (expired) .....	45	.....	.....
74.40	Obligated balance, end of year .....	1,857	2,277	2,299

**Outlays (gross), detail:**

86.90	Outlays from new discretionary authority .....	880	2,068	2,063
86.93	Outlays from discretionary balances .....	2,332	1,119	1,438
87.00	Total outlays (gross) .....	3,212	3,186	3,501

**Offsets:**

Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources .....	—2,088	—2,000	—2,000
88.40	Non-Federal sources .....	—270	.....	.....
88.90	Total, offsetting collections (cash) .....	—2,358	—2,000	—2,000
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired) .....	—74	.....	.....
88.96	Portion of offsetting collections (cash) credited to expired accounts .....	30	.....	.....

**Net budget authority and outlays:**

89.00	Budget authority .....	1,779	1,634	1,536
90.00	Outlays .....	856	1,186	1,501

**Additional net budget authority and outlays to cover cost of fully accruing retirement:**

99.00	Budget authority .....	26	55	
99.01	Outlays .....	26	55	

**Budget Plan (in millions of dollars)**

Identification code 21–2050–0–1–051	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
0701 Major construction .....	1,578	1,473	1,373
0702 Minor construction .....	19	27	20
0703 Planning .....	158	163	123
0704 Supporting Activities .....	12	20	21
0791 Total direct .....	1,768	1,684	1,536
0801 Reimbursable .....	2,390	2,000	2,000
0893 Total budget plan .....	4,158	3,684	3,536

**Object Classification (in millions of dollars)**

Identification code 21–2050–0–1–051	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	91	.....	.....
11.3 Other than full-time permanent .....	8	.....	.....
11.5 Other personnel compensation .....	1	.....	.....
11.9 Total personnel compensation .....	100	.....	.....
12.1 Civilian personnel benefits .....	6	.....	.....
21.0 Travel and transportation of persons .....	2	1	2
23.1 Rental payments to GSA .....	1	1	1
24.0 Printing and reproduction .....	.....	1	1
25.2 Other services .....	.....	38	40

<b>Other purchases of goods and services from Government accounts:</b>			
25.3 Other purchases of goods and services from Government accounts .....	65	216	226
25.3 Purchases from revolving funds .....	58	.....	.....
25.4 Operation and maintenance of facilities .....	.....	1	1
26.0 Supplies and materials .....	.....	.....	1
31.0 Equipment .....	3	1	1
32.0 Land and structures .....	1,540	1,266	1,175
99.0 Direct obligations .....	1,775	1,525	1,448
99.0 Reimbursable obligations .....	2,447	2,079	2,076
99.9 Total new obligations .....	4,222	3,604	3,524

**Personnel Summary**

Identification code 21–2050–0–1–051	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	1,739	.....	.....
<b>Reimbursable:</b>			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	4,262	5,622	5,634

**MILITARY CONSTRUCTION, NAVY****[(INCLUDING RESCISSION)]**

For acquisition, construction, installation, and equipment of temporary or permanent public works, naval installations, facilities, and real property for the Navy as currently authorized by law, including personnel in the Naval Facilities Engineering Command and other personal services necessary for the purposes of this appropriation, **[\$1,305,128,000] \$1,132,858,000**, to remain available until September 30, **[2007] 2008: Provided**, That of this amount, not to exceed **[\$87,043,000] \$65,612,000** shall be available for study, planning, design, architect and engineer services, as authorized by law, unless the Secretary of Defense determines that additional obligations are necessary for such purposes and notifies the Committees on Appropriations of both Houses of Congress of his determination and the reasons therefor: **Provided further**, That of the funds appropriated for “Military Construction, Navy” in previous Military Construction Appropriation Acts, \$1,340,000 are rescinded]. (*Military Construction Appropriations Act, 2003.*)

**Program and Financing (in millions of dollars)**

Identification code 17–1205–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Major construction .....	823	1,126	1,073
00.02 Minor construction .....	34	22	14
00.03 Planning .....	236	72	66
09.01 Reimbursable program .....	451	354	354
10.00 Total new obligations .....	1,544	1,574	1,507
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	266	328	411
22.00 New budget authority (gross) .....	1,521	1,658	1,487
22.10 Resources available from recoveries of prior year obligations .....	83	.....	.....
22.22 Unobligated balance transferred from other accounts .....	1	.....	.....
23.90 Total budgetary resources available for obligation .....	1,871	1,986	1,898
23.95 Total new obligations .....	—1,544	—1,574	—1,507
23.98 Unobligated balance expiring or withdrawn .....	—1	.....	.....
24.40 Unobligated balance carried forward, end of year .....	328	411	392

**New budget authority (gross), detail:**

<b>Discretionary:</b>			
40.00 Appropriation .....	1,146	1,305	1,133
40.36 Unobligated balance rescinded .....	—20	—1	.....
40.73 Reduction pursuant to P.L. 107–206 .....	—3	.....	.....
40.79 Reduction pursuant to P.L. 107–64 .....	—13	.....	.....
42.00 Transferred from other accounts .....	6	.....	.....
43.00 Appropriation (total discretionary) .....	1,116	1,304	1,133
<b>Spending authority from offsetting collections:</b>			
68.00 Offsetting collections (cash) .....	391	354	354
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	14	.....	.....

## General and special funds—Continued

## MILITARY CONSTRUCTION, NAVY—Continued

## [(INCLUDING RESCISSION)]—Continued

## Program and Financing (in millions of dollars)—Continued

Identification code 17-1205-0-1-051	2002 actual	2003 est.	2004 est.
68.90 Spending authority from offsetting collections (total discretionary) .....	405	354	354
70.00 Total new budget authority (gross) .....	1,521	1,658	1,487
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	967	1,165	1,340
73.10 Total new obligations .....	1,544	1,574	1,507
73.20 Total outlays (gross) .....	-1,356	-1,399	-1,537
73.40 Adjustments in expired accounts (net) .....	41		
73.45 Recoveries of prior year obligations .....	-83		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	-14		
74.10 Change in uncollected customer payments from Federal sources (expired) .....	66		
74.40 Obligated balance, end of year .....	1,165	1,340	1,310
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	219	497	478
86.93 Outlays from discretionary balances .....	1,137	901	1,059
87.00 Total outlays (gross) .....	1,356	1,399	1,537
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	-308	-264	-264
88.40 Offsetting collections, Non-Federal sources, Other .....	-136	-90	-90
88.90 Total, offsetting collections (cash) .....	-444	-354	-354
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	-14		
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	53		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	1,116	1,304	1,133
90.00 Outlays .....	913	1,045	1,183
<b>Additional net budget authority and outlays to cover cost of fully accruing retirement:</b>			
99.00 Budget authority .....		10	11
99.01 Outlays .....		10	11

## Budget Plan (in millions of dollars)

Identification code 17-1205-0-1-051	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
0701 Major construction .....	1,042	1,193	1,055
0702 Minor construction .....	25	26	12
0703 Planning .....	72	86	66
0791 Total direct .....	1,139	1,305	1,133
0801 Reimbursable .....	402	354	354
0893 Total budget plan .....	1,540	1,659	1,487

## Object Classification (in millions of dollars)

Identification code 17-1205-0-1-051	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	127	127	141
11.3 Other than full-time permanent .....	2	2	2
11.5 Other personnel compensation .....	4	4	4
11.9 Total personnel compensation .....	133	133	147
12.1 Civilian personnel benefits .....	28	25	38
21.0 Travel and transportation of persons .....	8	5	8
22.0 Transportation of things .....	2	1	2
23.2 Rental payments to others .....	1	1	1
23.3 Communications, utilities, and miscellaneous charges .....	2	12	12
24.0 Printing and reproduction .....		1	

25.2 Other services .....	58		60
Other purchases of goods and services from Government accounts:			
25.3 Other purchases of goods and services from Government accounts .....	4		
25.3 Other purchases of goods and services from Government accounts .....			4
25.7 Operation and maintenance of equipment .....	1		1
26.0 Supplies and materials .....	1	3	1
31.0 Equipment .....	2	5	2
32.0 Land and structures .....	851	1,034	877
99.0 Direct obligations .....	1,091	1,220	1,153
99.0 Reimbursable obligations .....	453	354	354
99.9 Total new obligations .....	1,544	1,574	1,507

## Personnel Summary

Identification code 17-1205-0-1-051	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	1,955	1,963	1,965
<b>Reimbursable:</b>			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	379	325	310

## MILITARY CONSTRUCTION, AIR FORCE

## [(INCLUDING RESCISSION)]

For acquisition, construction, installation, and equipment of temporary or permanent public works, military installations, facilities, and real property for the Air Force as currently authorized by law, **[\$1,080,247,000] \$772,767,000**, to remain available until September 30, **[2007] 2008: Provided**, That of this amount, not to exceed **[\$72,283,000] \$74,345,000** shall be available for study, planning, design, architect and engineer services, as authorized by law, unless the Secretary of Defense determines that additional obligations are necessary for such purposes and notifies the Committees on Appropriations of both Houses of Congress of his determination and the reasons therefor: **Provided further**, That of the funds appropriated for "Military Construction, Air Force" in previous Military Construction Appropriation Acts, \$13,281,000 are rescinded. (*Military Construction Appropriations Act, 2003.*)

## Program and Financing (in millions of dollars)

Identification code 57-3300-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Major construction .....	1,041	879	722
00.02 Minor construction .....	12	29	12
00.03 Planning .....	97	167	76
00.04 Supporting Activities .....	1	2	
00.01 Reimbursable program .....	7		
10.00 Total new obligations .....	1,158	1,076	810
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	165	250	240
22.00 New budget authority (gross) .....	1,246	1,067	773
22.10 Resources available from recoveries of prior year obligations .....	2		
22.21 Unobligated balance transferred to other accounts .....	-4		
22.22 Unobligated balance transferred from other accounts .....	4		
23.90 Total budgetary resources available for obligation .....	1,413	1,317	1,013
23.95 Total new obligations .....	-1,158	-1,076	-810
23.98 Unobligated balance expiring or withdrawn .....	-4		
24.40 Unobligated balance carried forward, end of year .....	250	240	203

## New budget authority (gross), detail:

<b>Discretionary:</b>			
40.00 Appropriation .....	1,249	1,080	773
40.35 Appropriation rescinded .....	-7		
40.36 Unobligated balance rescinded .....	-4	-13	
40.79 Reduction pursuant to P.L. 107-64 .....	-13		
42.00 Transferred for other accounts .....	14		
43.00 Appropriation (total discretionary) .....	1,239	1,067	773
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	7		

70.00	Total new budget authority (gross) .....	1,246	1,067	773
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	1,117	1,406	1,388
73.10	Total new obligations .....	1,158	1,076	810
73.20	Total outlays (gross) .....	-869	-1,095	-1,105
73.40	Adjustments in expired accounts (net) .....	1		
73.45	Recoveries of prior year obligations .....	-2		
74.40	Obligated balance, end of year .....	1,406	1,388	1,095
<b>Outlays (gross), detail:</b>				
86.90	Outlays from new discretionary authority .....	120	139	101
86.93	Outlays from discretionary balances .....	749	956	1,004
87.00	Total outlays (gross) .....	869	1,095	1,105
<b>Offsets:</b>				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources .....	-7		
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	1,239	1,067	773
90.00	Outlays .....	862	1,095	1,105

**Budget Plan** (in millions of dollars)

Identification code 57-3300-0-1-051	2002 actual	2003 est.	2004 est.
0701 Major construction .....	1,124	996	686
0702 Minor construction .....	12	13	12
0703 Planning .....	94	72	74
0791 Subtotal .....	1,229	1,080	773
0801 Reimbursable program .....	7		
0893 Total budget plan .....	1,236	1,080	773

**Object Classification** (in millions of dollars)

Identification code 57-3300-0-1-051	2002 actual	2003 est.	2004 est.
32.0 Direct obligations: Land and structures (direct) .....	1,151	1,076	810
99.0 Reimbursable obligations: Reimbursable obligations .....	7		
99.9 Total new obligations .....	1,158	1,076	810

**MILITARY CONSTRUCTION, DEFENSE-WIDE**

(INCLUDING TRANSFER [AND RESCISSIONS] OF FUNDS)

For acquisition, construction, installation, and equipment of temporary or permanent public works, installations, facilities, and real property for activities and agencies of the Department of Defense (other than the military departments), as currently authorized by law, **[\$874,645,000] \$668,801,000**, to remain available until September 30, **[2007] 2008: Provided**, That such amounts of this appropriation as may be determined by the Secretary of Defense may be transferred to such appropriations of the Department of Defense available for military construction or family housing as he may designate, to be merged with and to be available for the same purposes, and for the same time period, as the appropriation or fund to which transferred: *Provided further*, That of the amount appropriated, not to exceed **[\$50,432,000] \$59,884,000** shall be available for study, planning, design, architect and engineer services, as authorized by law, unless the Secretary of Defense determines that additional obligations are necessary for such purposes and notifies the Committees on Appropriations of both Houses of Congress of his determination and the reasons therefor: *Provided further*, That of the funds appropriated for "Military Construction, Defense-wide" in previous Military Construction Appropriation Acts, \$2,976,000 are rescinded]. (*Military Construction Appropriations Act, 2003.*)

**Program and Financing** (in millions of dollars)

Identification code 97-0500-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Major construction .....	840	752	602
00.02 Minor construction .....	18	9	13
00.03 Planning .....	70	26	43
10.00 Total new obligations .....	928	787	658

**Budgetary resources available for obligation:**

21.40	Unobligated balance carried forward, start of year .....	555	425	505
22.00	New budget authority (gross) .....	766	867	669
22.10	Resources available from recoveries of prior year obligations .....	41		
22.21	Unobligated balance transferred to other accounts .....	-2		
22.22	Unobligated balance transferred from other accounts .....	2		
23.90	Total budgetary resources available for obligation .....	1,362	1,292	1,174
23.95	Total new obligations .....	-928	-787	-658
23.98	Unobligated balance expiring or withdrawn .....	-9		
24.40	Unobligated balance carried forward, end of year .....	425	505	516

**New budget authority (gross), detail:**

<b>Discretionary:</b>				
40.00	Appropriation .....	897	870	669
40.35	Appropriation rescinded .....	-22		
40.36	Unobligated balance rescinded .....	-69	-3	
40.73	Reduction pursuant to P.L. 107-206 .....	-5		
40.79	Reduction pursuant to P.L. 107-64 .....	-9		
41.00	Transferred to other DoD accounts .....	-35		
42.00	Transferred from other DoD accounts .....	9		
43.00	Appropriation (total discretionary) .....	766	867	669

**Change in obligated balances:**

72.40	Obligated balance, start of year .....	723	899	885
73.10	Total new obligations .....	928	787	658
73.20	Total outlays (gross) .....	-712	-801	-758
73.40	Adjustments in expired accounts (net) .....	2		
73.45	Recoveries of prior year obligations .....	-41		
74.40	Obligated balance, end of year .....	899	885	783

**Outlays (gross), detail:**

86.90	Outlays from new discretionary authority .....	124	102	79
86.93	Outlays from discretionary balances .....	588	699	679
87.00	Total outlays (gross) .....	712	801	758

**Net budget authority and outlays:**

89.00	Budget authority .....	766	867	669
90.00	Outlays .....	713	801	758

**Budget Plan** (in millions of dollars)

Identification code 97-0500-0-1-051	2002 actual	2003 est.	2004 est.
0701 Major construction .....	759	808	593
0702 Minor construction .....	24	16	16
0703 Planning .....	54	45	60
0893 Total budget plan .....	837	870	669

**Object Classification** (in millions of dollars)

Identification code 97-0500-0-1-051	2002 actual	2003 est.	2004 est.
25.2 Other services .....	1	1	2
25.5 Research and development contracts .....	1		
32.0 Land and structures .....	926	786	656
99.9 Total new obligations .....	928	787	658

**NORTH ATLANTIC TREATY ORGANIZATION****SECURITY INVESTMENT PROGRAM**

For the United States share of the cost of the North Atlantic Treaty Organization Security Investment Program for the acquisition and construction of military facilities and installations (including international military headquarters) and for related expenses for the collective defense of the North Atlantic Treaty Area as authorized in Military Construction Authorization Acts and section 2806 of title 10, United States Code, **[\$167,200,000] \$169,300,000**, to remain available until expended. (*Military Construction Appropriations Act, 2003.*)

**Program and Financing** (in millions of dollars)

Identification code 97-0804-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 NATO Infrastructure .....	156	178	184

**General and special funds—Continued****SECURITY INVESTMENT PROGRAM—Continued****Program and Financing (in millions of dollars)—Continued**

Identification code 97–0804–0–1–051	2002 actual	2003 est.	2004 est.
09.01 Reimbursable program .....	1		
10.00 Total new obligations .....	157	178	184
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	120	41	41
22.00 New budget authority (gross) .....	163	178	172
22.21 Unobligated balance transferred to other accounts .....	–129		
22.22 Unobligated balance transferred from other accounts .....	44		
23.90 Total budgetary resources available for obligation .....	197	219	213
23.95 Total new obligations .....	–157	–178	–184
24.40 Unobligated balance carried forward, end of year .....	41	41	29
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	163	167	169
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	1	11	3
70.00 Total new budget authority (gross) .....	163	178	172
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	304	272	168
73.10 Total new obligations .....	157	178	184
73.20 Total outlays (gross) .....	–189	–282	–255
74.40 Obligated balance, end of year .....	272	168	97
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	164	95	88
86.93 Outlays from discretionary balances .....	25	188	167
87.00 Total outlays (gross) .....	189	282	255
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Offsetting collections, Non-Federal sources, Other .....	–1	–11	–3
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	163	167	169
90.00 Outlays .....	189	271	252

**Object Classification (in millions of dollars)**

Identification code 97–0804–0–1–051	2002 actual	2003 est.	2004 est.
32.0 Direct obligations: Land and structures .....	156	178	184
99.0 Reimbursable obligations: Reimbursable obligations .....	1		
99.9 Total new obligations .....	157	178	184

**MILITARY CONSTRUCTION, ARMY NATIONAL GUARD**

For construction, acquisition, expansion, rehabilitation, and conversion of facilities for the training and administration of the Army National Guard, and contributions therefor, as authorized by chapter 1803 of title 10, United States Code, and Military Construction Authorization Acts, **[\$241,377,000] \$168,298,000**, to remain available until September 30, **[2007] 2008**. (*Military Construction Appropriations Act, 2003.*)

**Program and Financing (in millions of dollars)**

Identification code 21–2085–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Major construction .....	408	252	191
00.02 Minor construction .....		8	6
00.03 Planning .....	5	21	25
10.00 Total new obligations .....	413	282	222
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	222	287	247

22.00 New budget authority (gross) .....	401	241	168
22.10 Resources available from recoveries of prior year obligations .....	78		
23.90 Total budgetary resources available for obligation .....	701	529	415
23.95 Total new obligations .....	–413	–282	–222
24.40 Unobligated balance carried forward, end of year .....	287	247	193

**New budget authority (gross), detail:**

Discretionary:			
40.00 Appropriation .....	406	241	168
40.79 Reduction pursuant to P.L. 107–64 .....	–5		
43.00 Appropriation (total discretionary) .....	401	241	168

**Change in obligated balances:**

72.40 Obligated balance, start of year .....	280	398	361
73.10 Total new obligations .....	413	282	222
73.20 Total outlays (gross) .....	–216	–318	–282
73.45 Recoveries of prior year obligations .....	–78		
74.40 Obligated balance, end of year .....	398	361	301

**Outlays (gross), detail:**

86.90 Outlays from new discretionary authority .....	14	13	9
86.93 Outlays from discretionary balances .....	202	306	273
87.00 Total outlays (gross) .....	216	318	282

**Net budget authority and outlays:**

89.00 Budget authority .....	401	241	168
90.00 Outlays .....	216	318	282

**Budget Plan (in millions of dollars)**

Identification code 21–2085–0–1–051	2002 actual	2003 est.	2004 est.
0701 Major construction .....	365	195	140
0702 Minor construction .....		14	1
0703 Planning .....	36	32	27
0893 Total budget plan .....	401	241	168

**Object Classification (in millions of dollars)**

Identification code 21–2085–0–1–051	2002 actual	2003 est.	2004 est.
25.2 Other services .....		7	7
25.3 Other purchases of goods and services from Government accounts .....		60	62
25.4 Operation and maintenance of facilities .....	3		
26.0 Supplies and materials .....	3		
32.0 Land and structures .....	395	215	153
33.0 Investments and loans .....	12		
99.9 Total new obligations .....	413	282	222

**MILITARY CONSTRUCTION, AIR NATIONAL GUARD**

For construction, acquisition, expansion, rehabilitation, and conversion of facilities for the training and administration of the Air National Guard, and contributions therefor, as authorized by chapter 1803 of title 10, United States Code, and Military Construction Authorization Acts, **[\$203,813,000] \$60,430,000**, to remain available until September 30, **[2007] 2008**. (*Military Construction Appropriations Act, 2003.*)

**Program and Financing (in millions of dollars)**

Identification code 57–3830–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Major construction .....	276	174	76
00.02 Minor construction .....	5	6	6
00.03 Planning .....	17	16	16
10.00 Total new obligations (object class 32.0) .....	298	196	98
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	125	80	88
22.00 New budget authority (gross) .....	250	204	60
22.10 Resources available from recoveries of prior year obligations .....	3		

23.90	Total budgetary resources available for obligation	378	284	148
23.95	Total new obligations	—298	—196	—98
24.40	For completion of prior year budget plans	80	88	50

**New budget authority (gross), detail:**

Discretionary:				
40.00	Appropriation	253	204	60
40.79	Reduction pursuant to P.L. 107–64	—3		
43.00	Appropriation (total discretionary)	250	204	60

**Change in obligated balances:**

72.40	Obligated balance, start of year	225	290	265
73.10	Total new obligations	298	196	98
73.20	Total outlays (gross)	—232	—221	—213
73.45	Recoveries of prior year obligations	—3		
74.40	Obligated balance, end of year	290	265	150

**Outlays (gross), detail:**

86.90	Outlays from new discretionary authority	9	10	3
86.93	Outlays from discretionary balances	223	211	210
87.00	Total outlays (gross)	232	221	213

**Net budget authority and outlays:**

89.00	Budget authority	250	204	60
90.00	Outlays	231	221	213

**Budget Plan (in millions of dollars)**

Identification code 57–3830–0–1–051		2002 actual	2003 est.	2004 est.
0701	Major construction	237	181	39
0702	Minor construction	7	6	5
0703	Planning	7	17	16
0893	Total budget plan	251	204	60

**MILITARY CONSTRUCTION, ARMY RESERVE**

For construction, acquisition, expansion, rehabilitation, and conversion of facilities for the training and administration of the Army Reserve as authorized by chapter 1803 of title 10, United States Code, and Military Construction Authorization Acts, **[\$100,554,000]** \$68,478,000, to remain available until September 30, **[2007]** 2008. (*Military Construction Appropriations Act, 2003.*)

**Program and Financing (in millions of dollars)**

Identification code 21–2086–0–1–051		2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>				
00.01	Major construction	167	85	63
00.02	Minor construction	2	2	3
00.03	Planning	12	7	7
10.00	Total new obligations	181	94	72
<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance carried forward, start of year	55	41	47
22.00	New budget authority (gross)	165	101	68
22.10	Resources available from recoveries of prior year obligations	2		
23.90	Total budgetary resources available for obligation	222	141	115
23.95	Total new obligations	—181	—94	—72
24.40	Unobligated balance carried forward, end of year	41	47	43
<b>New budget authority (gross), detail:</b>				
Discretionary:				
40.00	Appropriation	167	101	68
40.79	Reduction pursuant to P.L. 107–64	—2		
43.00	Appropriation (total discretionary)	165	101	68
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year	163	219	185
73.10	Total new obligations	181	94	72
73.20	Total outlays (gross)	—124	—128	—113
73.40	Adjustments in expired accounts (net)	1		
73.45	Recoveries of prior year obligations	—2		
74.40	Obligated balance, end of year	219	185	144

**Outlays (gross), detail:**

86.90	Outlays from new discretionary authority	11	9	6
86.93	Outlays from discretionary balances	113	119	108
87.00	Total outlays (gross)	124	128	113

**Net budget authority and outlays:**

89.00	Budget authority	165	101	68
90.00	Outlays	124	128	113

**Budget Plan (in millions of dollars)**

Identification code 21–2086–0–1–051		2002 actual	2003 est.	2004 est.
0701	Major construction	157	87	58
0702	Minor construction		3	3
0703	Planning	8	10	8
0893	Total budget plan	165	101	68

**Object Classification (in millions of dollars)**

Identification code 21–2086–0–1–051		2002 actual	2003 est.	2004 est.
23.2	Rental payments to others	2	1	1
25.2	Other services	7	3	3
Other purchases of goods and services from Government accounts:				
25.3	Other purchases of goods and services from Government accounts	10	4	4
25.3	Other purchases of goods and services from Government accounts	27	13	11
32.0	Land and structures	135	73	53
99.9	Total new obligations	181	94	72

**MILITARY CONSTRUCTION, NAVAL RESERVE**

For construction, acquisition, expansion, rehabilitation, and conversion of facilities for the training and administration of the reserve components of the Navy and Marine Corps as authorized by chapter 1803 of title 10, United States Code, and Military Construction Authorization Acts, **[\$74,921,000]** \$28,032,000, to remain available until September 30, **[2007]** 2008. (*Military Construction Appropriations Act, 2003.*)

**Program and Financing (in millions of dollars)**

Identification code 17–1235–0–1–051		2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>				
00.01	Major construction	38	61	35
00.02	Minor construction		1	
00.03	Planning	5	2	2
10.00	Total new obligations (object class 32.0)	43	64	38
<b>Budgetary resources available for obligation:</b>				
21.40	For completion of prior year budget plans	9	17	28
22.00	New budget authority (gross)	51	75	28
23.90	Total budgetary resources available for obligation	60	92	56
23.95	Total new obligations	—43	—64	—38
24.40	Unobligated balance carried forward, end of year	17	28	18
<b>New budget authority (gross), detail:</b>				
Discretionary:				
40.00	Appropriation	53	75	28
40.36	Unobligated balance rescinded	—1		
40.79	Reduction pursuant to P.L. 107–64	—1		
43.00	Appropriation (total discretionary)	51	75	28
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year	70	76	73
73.10	Total new obligations	43	64	38
73.20	Total outlays (gross)	—37	—68	—61
74.40	Obligated balance, end of year	76	73	50
<b>Outlays (gross), detail:</b>				
86.90	Outlays from new discretionary authority	3	14	5
86.93	Outlays from discretionary balances	34	54	56

**General and special funds—Continued****MILITARY CONSTRUCTION, NAVAL RESERVE—Continued****Program and Financing (in millions of dollars)—Continued**

Identification code 17–1235–0–1–051	2002 actual	2003 est.	2004 est.
87.00 Total outlays (gross) .....	37	68	61
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	51	75	28
90.00 Outlays .....	38	68	61

**Budget Plan (in millions of dollars)**

Identification code 17–1235–0–1–051	2002 actual	2003 est.	2004 est.
0701 Major construction .....	50	71	25
0702 Minor construction .....	1	1	1
0703 Planning .....	3	3	3
0893 Total budget plan .....	53	75	28

**MILITARY CONSTRUCTION, AIR FORCE RESERVE**

For construction, acquisition, expansion, rehabilitation, and conversion of facilities for the training and administration of the Air Force Reserve as authorized by chapter 1803 of title 10, United States Code, and Military Construction Authorization Acts, **[\$67,226,000] \$44,312,000**, to remain available until September 30, **[2007] 2008**. (*Military Construction Appropriations Act, 2003*.)

**Program and Financing (in millions of dollars)**

Identification code 57–3730–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Major construction .....	56	58	33
00.02 Minor construction .....	4	6	5
00.03 Planning .....	4	4	10
10.00 Total new obligations (object class 32.0) .....	64	67	48

**Budgetary resources available for obligation:**

21.40 For completion of prior year budget plans .....	6	15	15
22.00 New budget authority (gross) .....	74	67	44
23.90 Total budgetary resources available for obligation .....	80	83	59
23.95 Total new obligations .....	–64	–67	–48
24.40 For completion of prior year budget plans .....	15	15	11

**New budget authority (gross), detail:**

<b>Discretionary:</b>			
40.00 Appropriation .....	75	67	44
40.79 Reduction pursuant to P.L. 107–64 .....	–1	.....	.....
43.00 Appropriation (total discretionary) .....	74	67	44

**Change in obligated balances:**

72.40 Obligated balance, start of year .....	62	83	95
73.10 Total new obligations .....	64	67	48
73.20 Total outlays (gross) .....	–43	–56	–63
74.40 Obligated balance, end of year .....	83	95	81

**Outlays (gross), detail:**

86.90 Outlays from new discretionary authority .....	4	4	3
86.93 Outlays from discretionary balances .....	39	52	60
87.00 Total outlays (gross) .....	43	56	63

**Net budget authority and outlays:**

89.00 Budget authority .....	74	67	44
90.00 Outlays .....	43	56	63

**Budget Plan (in millions of dollars)**

Identification code 57–3730–0–1–051	2002 actual	2003 est.	2004 est.
0701 Major construction .....	63	57	28
0702 Minor construction .....	5	6	5
0703 Planning .....	6	4	11

0893 Total budget plan .....	74	67	44
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**BASE REALIGNMENT AND CLOSURE ACCOUNT**

For deposit into the Department of Defense Base Closure Account 1990 established by section 2906(a)(1) of the Department of Defense Authorization Act, 1991 (Public Law 101–510), **[\$516,138,000] \$370,427,000** to remain available until expended. (*Military Construction Appropriations Act, 2003*.)

**Program and Financing (in millions of dollars)**

Identification code 97–0510–0–1–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.02 Base Closure (II) .....	80	.....	.....
00.03 Base Closure (III) .....	100	45	18
00.04 Base Closure (IV) .....	548	475	383
09.00 Reimbursable program .....	52	.....	68
10.00 Total obligations—Base closure program .....	780	520	469

**Budgetary resources available for obligation:**

21.40 Available to finance new budget plans .....	298	319	360
22.00 New budget authority (gross) .....	685	561	438
22.10 Resources available from recoveries of prior year obligations .....	116	.....	.....
22.21 Unobligated balance transferred to other accounts .....	.....	–27	–14
22.22 Unobligated balance transferred from other accounts .....	.....	27	14
23.90 Total budgetary resources available for obligation .....	1,099	880	798
23.95 Total new obligations .....	–780	–520	–469
24.40 Available to finance subsequent year budget plans .....	319	360	329

**New budget authority (gross), detail:**

<b>Discretionary:</b>			
40.00 Appropriation .....	633	561	370
<b>Spending authority from offsetting collections:</b>			
68.00 Offsetting collections (cash) .....	48	.....	68
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	4	.....	.....
68.90 Spending authority from offsetting collections (total discretionary) .....	52	.....	68
70.00 Total new budget authority (gross) .....	685	561	438

**Change in obligated balances:**

72.40 Obligated balance, start of year .....	1,243	982	692
73.10 Total new obligations .....	780	520	469
73.20 Total outlays (gross) .....	–920	–810	–683
73.45 Recoveries of prior year obligations .....	–116	.....	.....
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	–4	.....	.....
74.40 Obligated balance, end of year .....	982	692	478

**Outlays (gross), detail:**

86.90 Outlays from new discretionary authority .....	243	199	204
86.93 Outlays from discretionary balances .....	677	611	479
87.00 Total outlays (gross) .....	920	810	683

**Offsets:**

<b>Against gross budget authority and outlays:</b>			
88.00 Offsetting collections (cash) from: Federal sources .....	–48	.....	–68
<b>Against gross budget authority only:</b>			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	–4	.....	.....

**Net budget authority and outlays:**

89.00 Budget authority .....	633	561	370
90.00 Outlays .....	873	810	615

**Budget Plan (in millions of dollars)**

Identification code 97–0510–0–1–051	2002 actual	2003 est.	2004 est.
0602 Program activities .....	33	.....	.....
0603 Program activities .....	100	.....	.....
0604 Program activities .....	500	151	201
0704 Base Closure (IV) .....	.....	437	259
0893 Total budget plan .....	633	588	460



Object Classification (in millions of dollars)				
Identification code 97–0510–0–1–051	2002 actual	2003 est.	2004 est.	
Direct obligations:				
21.0 Travel and transportation of persons .....	2	1	1	
22.0 Transportation of things .....	2	1	1	
23.3 Communications, utilities, and miscellaneous charges .....	12	3	9	
25.1 Advisory and assistance services .....	7	15	14	
25.2 Other services .....	94	91	71	
Other purchases of goods and services from Government accounts:				
25.3 Other purchases of goods and services from Government accounts .....	254	131	138	
25.3 Purchases from revolving funds .....	28	19	14	
25.4 Operation and maintenance of facilities .....	5	4	7	
25.7 Operation and maintenance of equipment .....	3	2	1	
26.0 Supplies and materials .....	3	2	1	
31.0 Equipment .....	2	1	1	
32.0 Land and structures .....	314	249	142	
41.0 Grants, subsidies, and contributions .....	2	1	1	
99.0 Direct obligations .....	728	520	401	
99.0 Reimbursable obligations .....	52		68	
99.9 Total new obligations .....	780	520	469	

## FOREIGN CURRENCY FLUCTUATIONS, CONSTRUCTION

Program and Financing (in millions of dollars)				
Identification code 97–0803–0–1–051	2002 actual	2003 est.	2004 est.	
Budgetary resources available for obligation:				
21.40 Unobligated balance carried forward, start of year .....	150	177	177	
22.00 New budget authority (gross) .....	–6			
22.21 Unobligated balance transferred to other accounts .....	–174			
22.22 Unobligated balance transferred from other accounts .....	207			
23.90 Total budgetary resources available for obligation .....	177	177	177	
24.40 Unobligated balance carried forward, end of year .....	177	177	177	
New budget authority (gross), detail:				
Discretionary:				
40.36 Unobligated balance rescinded .....	–60			
50.00 Reappropriation .....	54			
70.00 Total new budget authority (gross) .....	–6			
Net budget authority and outlays:				
89.00 Budget authority .....	–6			
90.00 Outlays .....				

## FAMILY HOUSING, DEFENSE

These appropriations finance all costs associated with construction, improvements, operations, maintenance and leasing of all military family housing. In addition to quality of life enhancements, the program contains initiatives to reduce operating costs and conserve energy by upgrading or replacing facilities which can be made more efficient through relatively modest investments in improvements.

The Family Housing Improvement Fund (FHIF) was created to finance the use of innovative methods authorized in the Housing Revitalization Act (HRA), P.L. 104–106, to meet the Department's housing needs. The HRA authorizes the Department to use limited partnerships, make direct and guaranteed loans, and convey Department-owned property to stimulate the private sector to increase the availability of affordable, quality housing for military personnel. The Department's goal is to increase its reliance on the private sector to provide quality housing for all military personnel much sooner than possible with traditional family housing programs at currently planned funding levels. The funds required to privatize military housing are transferred from the military

departments' housing accounts into the Family Housing Improvement Fund when procurement actions are finalized.

The budget plan for each appropriation is shown as a separate table immediately following the program and financing schedules for those appropriations that are available for obligation for more than one year.

Resources presented under the Family Housing title contribute primarily to achieving the Department's annual performance goals of assuring readiness and sustainability. Performance targets in support of these goals contribute to the Department's efforts to mitigate force management and operational risk, as directed in the 2001 Quadrennial Defense Review.

## Federal Funds

## General and special funds:

## FAMILY HOUSING CONSTRUCTION, ARMY

## [INCLUDING RESCISSION]

For expenses of family housing for the Army for construction, including acquisition, replacement, addition, expansion, extension and alteration, as authorized by law, **[\$280,356,000] \$356,891,000**, to remain available until September 30, **[2007: Provided, That of the funds appropriated for "Family Housing Construction, Army" in previous Military Construction Appropriation Acts, \$4,920,000 are rescinded] 2008. (Military Construction Appropriations Act, 2003.)**

Program and Financing (in millions of dollars)				
Identification code 21–0720–0–1–051	2002 actual	2003 est.	2004 est.	
Obligations by program activity:				
00.01 Construction of new housing .....	171	66	107	
00.03 Post acquisition construction .....	9	166	188	
00.04 Planning and design .....		13	27	
10.00 Total new obligations .....	180	245	322	
Budgetary resources available for obligation:				
21.40 Unobligated balance carried forward, start of year .....	68	227	155	
22.00 New budget authority (gross) .....	301	275	357	
22.10 Resources available from recoveries of prior year obligations .....	41			
22.21 Unobligated balance transferred to other accounts .....	–12	–104	–146	
22.22 Unobligated balance transferred from other accounts .....	9			
23.90 Total budgetary resources available for obligation .....	407	400	366	
23.95 Total new obligations .....	–180	–245	–322	
24.40 Unobligated balance carried forward, end of year .....	227	155	44	
New budget authority (gross), detail:				
Discretionary:				
40.00 Appropriation .....	313	280	357	
40.36 Unobligated balance rescinded .....		–5		
40.79 Reduction pursuant to P.L. 107–64 .....	–12			
43.00 Appropriation (total discretionary) .....	301	275	357	
Change in obligated balances:				
72.40 Obligated balance, start of year .....	270	233	336	
73.10 Total new obligations .....	180	245	322	
73.20 Total outlays (gross) .....	–177	–141	–158	
73.45 Recoveries of prior year obligations .....	–41			
74.40 Obligated balance, end of year .....	233	336	500	
Outlays (gross), detail:				
86.90 Outlays from new discretionary authority .....	6	6	7	
86.93 Outlays from discretionary balances .....	171	135	151	
87.00 Total outlays (gross) .....	177	141	158	
Net budget authority and outlays:				
89.00 Budget authority .....	301	275	357	
90.00 Outlays .....	177	141	158	

## Budget Plan (in millions of dollars)

Identification code 21–0720–0–1–051	2002 actual	2003 est.	2004 est.
0701 Construction of new housing .....	80	27	127

**General and special funds—Continued****FAMILY HOUSING CONSTRUCTION, ARMY—Continued**  
**[INCLUDING RESCISSION]—Continued****Budget Plan (in millions of dollars)—Continued**

Identification code 21-0720-0-1-051	2002 actual	2003 est.	2004 est.
0703 Post acquisition construction .....	71	131	198
0704 Planning and design .....	12	16	34
0893 Total budget plan .....	163	173	359

**Object Classification (in millions of dollars)**

Identification code 21-0720-0-1-051	2002 actual	2003 est.	2004 est.
25.2 Other services .....	6	8	11
25.3 Other purchases of goods and services from Govern- ment accounts .....	36	49	65
32.0 Land and structures .....	138	188	246
99.9 Total new obligations .....	180	245	322

**FAMILY HOUSING OPERATION AND MAINTENANCE, ARMY**

For expenses of family housing for the Army for operation and maintenance, including debt payment, leasing, minor construction, principal and interest charges, and insurance premiums, as authorized by law, **[\$1,106,007,000] \$1,043,026,000, to remain available until September 30, 2005. (Military Construction Appropriations Act, 2003.)**

**Program and Financing (in millions of dollars)**

Identification code 21-0725-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.05 Utilities .....	197	211	167
00.06 Operating expenses .....	198	179	179
00.07 Leasing .....	199	213	234
00.08 Maintenance of real property .....	503	482	433
00.12 Housing privatization support .....	21	30	30
09.01 Reimbursable program .....	18	22	22
10.00 Total new obligations .....	1,115	1,128	1,065

**Budgetary resources available for obligation:**

22.00 New budget authority (gross) .....	1,094	1,128	1,065
22.21 Unobligated balance transferred to other accounts .....	— 38		
22.22 Unobligated balance transferred from other accounts .....	68		
23.90 Total budgetary resources available for obligation .....	1,124	1,128	1,065
23.95 Total new obligations .....	— 1,115	— 1,128	— 1,065
23.98 Unobligated balance expiring or withdrawn .....	— 10		

**New budget authority (gross), detail:**

<b>Discretionary:</b>			
40.00 Appropriation .....	1,089	1,106	1,043
40.73 Reduction pursuant to P.L. 107-206 .....	— 1		
40.79 Reduction pursuant to P.L. 107-64 .....	— 12		
43.00 Appropriation (total discretionary) .....	1,076	1,106	1,043
<b>Spending authority from offsetting collections:</b>			
68.00 Offsetting collections (cash) .....	16	22	22
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	2		
68.90 Spending authority from offsetting collections (total discretionary) .....	18	22	22
70.00 Total new budget authority (gross) .....	1,094	1,128	1,065

**Change in obligated balances:**

72.40 Obligated balance, start of year .....	376	479	445
73.10 Total new obligations .....	1,115	1,128	1,065
73.20 Total outlays (gross) .....	— 998	— 1,163	— 1,121
73.40 Adjustments in expired accounts (net) .....	— 14		
74.00 Change in uncollected customer payments from Fed- eral sources (unexpired) .....	— 2		
74.10 Change in uncollected customer payments from Fed- eral sources (expired) .....	4		
74.40 Obligated balance, end of year .....	479	445	389

**Outlays (gross), detail:**

86.90 Outlays from new discretionary authority .....	732	813	768
86.93 Outlays from discretionary balances .....	266	350	353
87.00 Total outlays (gross) .....	998	1,163	1,121

**Offsets:****Against gross budget authority and outlays:**

<b>Offsetting collections (cash) from:</b>			
88.00 Federal sources .....	— 18	— 4	— 4
88.40 Offsetting collections, Non-Federal sources, Other .....		— 18	— 18
88.90 Total, offsetting collections (cash) .....	— 18	— 22	— 22
<b>Against gross budget authority only:</b>			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	— 2		
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	2		

**Net budget authority and outlays:**

89.00 Budget authority .....	1,076	1,106	1,043
90.00 Outlays .....	980	1,141	1,099

**Additional net budget authority and outlays to cover cost of fully accruing retirement:**

99.00 Budget authority .....	3	3	3
99.01 Outlays .....	3		

**Object Classification (in millions of dollars)**

Identification code 21-0725-0-1-051	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	24	30	23
11.3 Other than full-time permanent .....	6	3	3
11.5 Other personnel compensation .....	1	2	2
11.9 Total personnel compensation .....	31	35	28
12.1 Civilian personnel benefits .....	9	9	7
21.0 Travel and transportation of persons .....	3	3	2
22.0 Transportation of things .....	3	3	3
23.1 Rental payments to GSA .....	1	1	1
23.2 Rental payments to others .....	108	109	104
23.3 Communications, utilities, and miscellaneous charges .....	83	84	80
25.1 Advisory and assistance services .....	11	16	14
25.2 Other services .....	34	87	87
<b>Other purchases of goods and services from Govern- ment accounts:</b>			
25.3 Other purchases of goods and services from Government accounts .....	359	362	346
25.3 Other purchases of goods and services from Government accounts .....	12	13	11
25.3 Other purchases of goods and services from Government accounts .....	12	12	11
25.4 Operation and maintenance of facilities .....	370	316	309
25.7 Operation and maintenance of equipment .....	12	12	11
26.0 Supplies and materials .....	22	22	7
31.0 Equipment .....	23	23	22
32.0 Land and structures .....	5		
99.0 Direct obligations .....	1,098	1,107	1,043
99.0 Reimbursable obligations .....	17	21	22
99.9 Total new obligations .....	1,115	1,128	1,065

**Personnel Summary**

Identification code 21-0725-0-1-051	2002 actual	2003 est.	2004 est.
<b>Direct:</b>			
1001 Total compensable workyears: Civilian full-time equiv- alent employment .....	767	749	700
<b>Reimbursable:</b>			
2001 Total compensable workyears: Civilian full-time equiv- alent employment .....			

**Federal Funds****General and special funds:****FAMILY HOUSING CONSTRUCTION, NAVY AND MARINE CORPS****[(INCLUDING RESCISSION)]**

For expenses of family housing for the Navy and Marine Corps for construction, including acquisition, replacement, addition, expansion, extension and alteration, as authorized by law, **[\$376,468,000]** \$184,193,000, to remain available until September 30, **[2007: Provided, That of the funds appropriated for "Family Housing Construction, Navy and Marine Corps" in previous Military Construction Appropriation Acts, \$2,652,000 are rescinded]** 2008. (Military Construction Appropriations Act, 2003.)

**Program and Financing (in millions of dollars)**

Identification code 17-0730-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Construction of new housing .....	235	221	189
00.03 Post-acquisition construction .....	29	61	38
00.04 Planning and Design .....	7	8	9
10.00 Total new obligations (object class 32.0) .....	271	290	236
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	187	224	226
22.00 New budget authority (gross) .....	328	332	184
22.10 Resources available from recoveries of prior year obligations .....	1		
22.21 Unobligated balance transferred to other accounts .....	-22	-40	-84
22.22 Unobligated balance transferred from other accounts .....	2		
23.90 Total budgetary resources available for obligation .....	496	516	326
23.95 Total new obligations .....	-271	-290	-236
23.98 Unobligated balance expiring or withdrawn .....	-1		
24.40 Unobligated balance carried forward, end of year .....	224	226	90
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	332	376	184
40.36 Unobligated balance rescinded .....		-3	
40.79 Reduction pursuant to P.L. 107-64 .....	-4		
41.00 Transferred to other accounts .....		-41	
43.00 Appropriation (total discretionary) .....	328	332	184
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	629	464	441
73.10 Total new obligations .....	271	290	236
73.20 Total outlays (gross) .....	-435	-313	-315
73.45 Recoveries of prior year obligations .....	-1		
74.40 Obligated balance, end of year .....	464	441	361
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	10	17	9
86.93 Outlays from discretionary balances .....	425	296	306
87.00 Total outlays (gross) .....	435	313	315
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	328	332	184
90.00 Outlays .....	435	313	315

**Budget Plan (in millions of dollars)**

Identification code 17-0730-0-1-051	2002 actual	2003 est.	2004 est.
0701 Construction of new housing .....	113	185	157
0703 Post acquisition construction .....	153	82	20
0704 Planning and design .....	6	11	8
0893 Total budget plan .....	273	279	186

**FAMILY HOUSING OPERATION AND MAINTENANCE, NAVY AND MARINE CORPS**

For expenses of family housing for the Navy and Marine Corps for operation and maintenance, including debt payment, leasing, minor construction, principal and interest charges, and insurance premiums, as authorized by law, **[\$861,788,000]** \$852,778,000, to

remain available until September 30, 2005. (Military Construction Appropriations Act, 2003.)

**Program and Financing (in millions of dollars)**

Identification code 17-0735-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
02.01 Utilities .....	194	173	165
02.02 Operating Expenses .....	204	175	167
02.03 Leasing .....	115	128	132
02.04 Maintenance .....	368	374	378
02.05 Privatization .....	10	11	11
09.01 Reimbursable program .....	16	21	21
10.00 Total new obligations .....	907	882	874
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	916	883	874
22.21 Unobligated balance transferred to other accounts .....	-4		
22.22 Unobligated balance transferred from other accounts .....	8		
23.90 Total budgetary resources available for obligation .....	920	883	874
23.95 Total new obligations .....	-907	-882	-874
23.98 Unobligated balance expiring or withdrawn .....	-11		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	910	862	853
40.79 Reduction pursuant to P.L. 107-64 .....	-10		
43.00 Appropriation (total discretionary) .....	900	862	853
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	16	21	21
70.00 Total new budget authority (gross) .....	916	883	874
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	514	537	491
73.10 Total new obligations .....	907	882	874
73.20 Total outlays (gross) .....	-866	-930	-929
73.40 Adjustments in expired accounts (net) .....	-20		
74.40 Obligated balance, end of year .....	537	491	435
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	534	543	537
86.93 Outlays from discretionary balances .....	332	387	392
87.00 Total outlays (gross) .....	866	930	929
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	-15	-19	-19
88.40 Offsetting collections, Non-Federal sources, Other .....	-3	-2	-2
88.90 Total, offsetting collections (cash) .....	-18	-21	-21
Against gross budget authority only:			
88.96 Portion of offsetting collections (cash) credited to expired accounts .....	2		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	900	862	853
90.00 Outlays .....	848	909	908

**Object Classification (in millions of dollars)**

Identification code 17-0735-0-1-051	2002 actual	2003 est.	2004 est.
<b>Direct obligations:</b>			
Personnel compensation:			
11.1 Full-time permanent .....		69	69
11.3 Other than full-time permanent .....		4	4
11.5 Other personnel compensation .....		1	1
11.8 Special personal services payments .....		15	15
11.9 Total personnel compensation .....		89	89
21.0 Travel and transportation of persons .....	29	2	2
23.2 Rental payments to others .....	120	45	126
23.3 Communications, utilities, and miscellaneous charges .....	184	160	93
25.1 Advisory and assistance services .....	4	4	5
25.2 Other services .....	64	44	123

**General and special funds—Continued****FAMILY HOUSING OPERATION AND MAINTENANCE, NAVY AND MARINE CORPS—Continued****Object Classification** (in millions of dollars)—Continued

Identification code 17-0735-0-1-051	2002 actual	2003 est.	2004 est.
Other purchases of goods and services from Government accounts:			
25.3 Other purchases of goods and services from Government accounts .....			2
25.3 Purchases from revolving funds .....	256	243	204
25.4 Operation and maintenance of facilities .....	208	152	191
25.7 Operation and maintenance of equipment .....			1
26.0 Supplies and materials .....	2	101	
31.0 Equipment .....	24	21	17
99.0 Direct obligations .....	891	861	853
99.0 Reimbursable obligations .....	16	21	21
99.9 Total new obligations .....	907	882	874

**Personnel Summary**

Identification code 17-0735-0-1-051	2002 actual	2003 est.	2004 est.
Direct:			
1001 Total compensable workyears: Civilian full-time equivalent employment .....		1,189	1,157
Reimbursable:			
2001 Total compensable workyears: Civilian full-time equivalent employment .....			

**Federal Funds****General and special funds:****FAMILY HOUSING CONSTRUCTION, AIR FORCE****[(INCLUDING RESCISSION)]**

For expenses of family housing for the Air Force for construction, including acquisition, replacement, addition, expansion, extension and alteration, as authorized by law, **[\$684,824,000] \$695,622,000**, to remain available until September 30, **[2007: Provided, That of the funds appropriated for "Family Housing Construction, Air Force" in previous Military Construction Appropriation Acts, \$8,782,000 are rescinded] 2008.** (*Military Construction Appropriations Act, 2003.*)

**Program and Financing** (in millions of dollars)

Identification code 57-0740-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 New Construction .....	118	492	407
00.03 Post Acquisition Construction .....	203	198	228
00.04 Planning and Design .....	18	30	29
10.00 Total new obligations (object class 32.0) .....	339	720	664
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	187	389	282
22.00 New budget authority (gross) .....	540	676	696
22.10 Resources available from recoveries of prior year obligations .....	3		
22.21 Unobligated balance transferred to other accounts .....	-8	-63	-83
22.22 Unobligated balance transferred from other accounts .....	8		
23.90 Total budgetary resources available for obligation .....	730	1,002	895
23.95 Total new obligations .....	-339	-720	-664
23.98 Unobligated balance expiring or withdrawn .....	-2		
24.40 Unobligated balance carried forward, end of year .....	389	282	231
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	551	685	696
40.36 Unobligated balance rescinded .....		-9	
40.79 Reduction pursuant to P.L. 107-64 .....	-6		
41.00 Transferred to other accounts .....	-5		
43.00 Appropriation (total discretionary) .....	539	676	696
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	322	392	665

73.10 Total new obligations .....	339	720	664
73.20 Total outlays (gross) .....	-266	-447	-456
73.45 Recoveries of prior year obligations .....	-3		
74.40 Obligated balance, end of year .....	392	665	873

**Outlays (gross), detail:**

86.90 Outlays from new discretionary authority .....	32	51	52
86.93 Outlays from discretionary balances .....	234	397	403
87.00 Total outlays (gross) .....	266	447	456

**Net budget authority and outlays:**

89.00 Budget authority .....	539	676	696
90.00 Outlays .....	266	447	456

**Budget Plan** (in millions of dollars)

Identification code 57-0740-0-1-051	2002 actual	2003 est.	2004 est.
0701 Construction of new housing .....	132	426	417
0703 Post acquisition construction .....	303	217	249
0704 Planning and design .....	24	34	33
0893 Total budget plan .....	459	677	700

**FAMILY HOUSING OPERATION AND MAINTENANCE, AIR FORCE**

For expenses of family housing for the Air Force for operation and maintenance, including debt payment, leasing, minor construction, principal and interest charges, and insurance premiums, as authorized by law, **[\$863,050,000] \$834,468,000**, to remain available until September 30, 2005. (*Military Construction Appropriations Act, 2003.*)

**Program and Financing** (in millions of dollars)

Identification code 57-0745-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.05 Utilities .....	158	132	133
00.06 Operating Expenses .....	142	110	142
00.07 Leasing .....	103	103	120
00.08 Maintenance .....	414	503	396
00.12 Housing Privatization Support .....	28	15	45
09.01 Reimbursable program .....	10	11	11
10.00 Total new obligations .....	855	874	846
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	844	874	846
22.22 Unobligated balance transferred from other accounts .....	13		
23.90 Total budgetary resources available for obligation .....	857	874	846
23.95 Total new obligations .....	-855	-874	-846
23.98 Unobligated balance expiring or withdrawn .....	-3		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	845	863	834
40.79 Reduction pursuant to P.L. 107-64 .....	-10		
43.00 Appropriation (total discretionary) .....	835	863	834
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	6	11	11
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	3		
68.90 Spending authority from offsetting collections (total discretionary) .....	10	11	11
70.00 Total new budget authority (gross) .....	844	874	846
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	347	358	320
73.10 Total new obligations .....	855	874	846
73.20 Total outlays (gross) .....	-820	-912	-857
73.40 Adjustments in expired accounts (net) .....	-21		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	-3		
74.10 Change in uncollected customer payments from Federal sources (expired) .....	2		
74.40 Obligated balance, end of year .....	358	320	309

<b>Outlays (gross), detail:</b>				
86.90	Outlays from new discretionary authority .....	569	600	581
86.93	Outlays from discretionary balances .....	251	312	275
87.00	Total outlays (gross) .....	820	912	857
<b>Offsets:</b>				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources .....	-1	-3	-3
88.40	Offsetting collections, Non-Federal sources, Other .....	-7	-8	-8
88.90	Total, offsetting collections (cash) .....	-8	-11	-11
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired) .....	-3		
88.96	Portion of offsetting collections (cash) credited to expired accounts .....	2		
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	835	863	834
90.00	Outlays .....	812	901	846

**Object Classification** (in millions of dollars)

Identification code 57-0745-0-1-051		2002 actual	2003 est.	2004 est.
Direct obligations:				
21.0	Travel and transportation of persons .....	8	9	9
22.0	Transportation of things .....	8	9	8
23.2	Rental payments to others .....	101	71	63
25.1	Advisory and assistance services .....	14	.....	7
25.2	Other services .....	18	19	19
25.3	Other purchases of goods and services from Gov- ernment accounts .....	95	116	112
26.0	Supplies and materials .....	380	404	388
31.0	Equipment .....	212	226	220
32.0	Land and structures .....	8	9	9
99.0	Direct obligations .....	844	863	835
99.0	Reimbursable obligations .....	11	11	11
99.9	Total new obligations .....	855	874	846

**Federal Funds****General and special funds:****FAMILY HOUSING CONSTRUCTION, DEFENSE-WIDE**

For expenses of family housing for the activities and agencies of the Department of Defense (other than the military departments) for construction, including acquisition, replacement, addition, expansion, extension and alteration, as authorized by law, **[\$5,480,000] \$350,000**, to remain available until September 30, **[2007] 2008**. (*Military Construction Appropriations Act, 2003*.)

**Program and Financing** (in millions of dollars)

Identification code 97-0760-0-1-051		2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>				
01.03	Post Acquisition Construction .....	1	5	1
10.00	Total new obligations (object class 32.0) .....	1	5	1
<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance carried forward, start of year .....	1	1	1
22.00	New budget authority (gross) .....		5	
23.90	Total budgetary resources available for obligation .....	1	6	1
23.95	Total new obligations .....	-1	-5	-1
24.40	Unobligated balance carried forward, end of year .....	1	1	1
<b>New budget authority (gross), detail:</b>				
Discretionary:				
40.00	Appropriation .....		5	
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	3	1	4
73.10	Total new obligations .....	1	5	1
73.20	Total outlays (gross) .....	-3	-1	
74.40	Obligated balance, end of year .....	1	4	5

<b>Outlays (gross), detail:</b>				
86.93	Outlays from discretionary balances .....	3	1	
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....		5	
90.00	Outlays .....	3	1	

**Budget Plan** (in millions of dollars)

Identification code 97-0760-0-1-051	2002 actual	2003 est.	2004 est.
0603	Post Acquisition Construction .....		5
0893	Total budget plan .....		5

**FAMILY HOUSING OPERATION AND MAINTENANCE, DEFENSE-WIDE**

For expenses of family housing for the activities and agencies of the Department of Defense (other than the military departments) for operation and maintenance, leasing, and minor construction, as authorized by law, **[\$42,395,000] \$49,440,000**, to remain available until September 30, 2005. (*Military Construction Appropriations Act, 2003*.)

**Program and Financing** (in millions of dollars)

Identification code 97-0765-0-1-051		2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>				
02.05	Utilities .....	1	1	1
02.06	Operating Expenses .....	5	5	5
02.07	Leasing .....	35	36	39
02.08	Maintenance of Real Property .....	1	1	5
09.01	Reimbursable program .....	1	3	3
10.00	Total new obligations .....	43	46	53
<b>Budgetary resources available for obligation:</b>				
22.00	New budget authority (gross) .....	44	45	53
23.95	Total new obligations .....	-43	-46	-53
<b>New budget authority (gross), detail:</b>				
Discretionary:				
40.00	Appropriation .....	43	42	49
68.00	Spending authority from offsetting collections: Offsetting collections (cash) .....	1	3	4
70.00	Total new budget authority (gross) .....	44	45	53
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	24	26	13
73.10	Total new obligations .....	43	46	53
73.20	Total outlays (gross) .....	-39	-57	-52
74.40	Obligated balance, end of year .....	26	13	14

<b>Outlays (gross), detail:</b>				
86.90	Outlays from new discretionary authority .....	34	33	39
86.93	Outlays from discretionary balances .....	5	24	13
87.00	Total outlays (gross) .....	39	57	52

<b>Offsets:</b>				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources .....	-1	-3	-4

<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	43	42	49
90.00	Outlays .....	38	54	48

**Additional net budget authority and outlays to cover cost of fully accruing retirement:**

99.00	Budget authority .....			
99.01	Outlays .....			

**Object Classification** (in millions of dollars)

Identification code 97-0765-0-1-051		2002 actual	2003 est.	2004 est.
Direct obligations:				
22.0	Transportation of things .....	1	1	1
23.2	Rental payments to others .....	22	24	23
23.3	Communications, utilities, and miscellaneous charges .....	3	3	6

**General and special funds—Continued****FAMILY HOUSING OPERATION AND MAINTENANCE, DEFENSE-WIDE—Continued****Object Classification** (in millions of dollars)—Continued

Identification code 97-0765-0-1-051	2002 actual	2003 est.	2004 est.
25.2 Other services .....			1
Other purchases of goods and services from Government accounts:			
25.3 Other purchases of goods and services from Government accounts .....	11	11	12
25.3 Payments to foreign national indirect hire personnel .....			1
25.4 Operation and maintenance of facilities .....	1	1	2
31.0 Equipment .....	4	3	3
99.0 Direct obligations .....	42	43	49
99.0 Reimbursable obligations .....	1	3	4
99.9 Total new obligations .....	43	46	53

**Public enterprise funds:****HOMEOWNERS ASSISTANCE FUND, DEFENSE****Program and Financing** (in millions of dollars)

Identification code 97-4090-0-3-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
09.01 Payment to homeowners (private sale and foreclosure assistance) .....	4	4	2
09.02 Other operating costs .....	6	6	6
09.03 Capital Investment: Acquisition of real property .....	3	4	8
10.00 Total new obligations .....	13	14	16
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	22	23	23
22.00 New budget authority (gross) .....	13	14	16
22.10 Resources available from recoveries of prior year obligations .....	1		
23.90 Total budgetary resources available for obligation .....	36	37	39
23.95 Total new obligations .....	-13	-14	-16
24.40 Unobligated balance carried forward, end of year .....	23	23	23
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	10		
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	4	14	16
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	-1		
68.90 Spending authority from offsetting collections (total discretionary) .....	3	14	16
70.00 Total new budget authority (gross) .....	13	14	16
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	2	3	-22
73.10 Total new obligations .....	13	14	16
73.20 Total outlays (gross) .....	-13	-39	-16
73.45 Recoveries of prior year obligations .....	-1		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	1		
74.40 Obligated balance, end of year .....	3	-22	-22
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	12	14	16
86.93 Outlays from discretionary balances .....	1	25	
87.00 Total outlays (gross) .....	13	39	16
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	-4		
88.40 Offsetting collections, Non-Federal sources, Other .....		-14	-16

88.90 Total, offsetting collections (cash) .....	-4	-14	-16
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	1		

**Net budget authority and outlays:**

89.00 Budget authority .....	10		
90.00 Outlays .....	9	25	

**Object Classification** (in millions of dollars)

Identification code 97-4090-0-3-051	2002 actual	2003 est.	2004 est.
25.2 Other services .....			2
26.0 Supplies and materials .....	5	8	4
32.0 Land and structures .....	6	6	8
42.0 Insurance claims and indemnities .....	2		2
99.9 Total new obligations .....	13	14	16

**DEPARTMENT OF DEFENSE FAMILY HOUSING IMPROVEMENT FUND**

For the Department of Defense Family Housing Improvement Fund, **[\$2,000,000] \$300,000**, to remain available until expended, for family housing initiatives undertaken pursuant to section 2883 of title 10, United States Code, providing alternative means of acquiring and improving military family housing, and supporting facilities. (*Military Construction Appropriations Act, 2003.*)

**General Fund Credit Receipt Accounts** (in millions of dollars)

Identification code 97-0834-0-1-051	2002 actual	2003 est.	2004 est.
0100 Negative subsidies/subsidy reestimates .....		2	

**Program and Financing** (in millions of dollars)

Identification code 97-0834-0-1-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Direct loan subsidy .....		44	88
00.02 Loan guarantee subsidy .....		7	13
00.05 Reestimate of direct loan subsidy .....		2	
00.10 Program expense .....	8	2	2
00.11 Equity investment .....	104	185	243
10.00 Total new obligations .....	112	240	346
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	109	40	52
22.00 New budget authority (gross) .....	15	45	
22.22 Unobligated balance transferred from other DoD accounts .....	28	207	313
23.90 Total budgetary resources available for obligation .....	152	292	365
23.95 Total new obligations .....	-112	-240	-346
24.40 Unobligated balance carried forward, end of year .....	40	52	19
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	2	2	
42.00 Transferred from other DoD accounts .....	5	41	
43.00 Appropriation (total discretionary) .....	7	43	
50.00 Reappropriation .....	8		
Mandatory:			
60.00 Appropriation .....		2	
70.00 Total new budget authority (gross) .....	15	45	
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	99	43	65
73.10 Total new obligations .....	112	240	346
73.20 Total outlays (gross) .....	-168	-218	-258
74.40 Obligated balance, end of year .....	43	65	153

**Outlays (gross), detail:**

86.90 Outlays from new discretionary authority .....	7	26	
86.93 Outlays from discretionary balances .....	161	190	258
86.97 Outlays from new mandatory authority .....		2	
87.00 Total outlays (gross) .....	168	218	258

Net budget authority and outlays:			
89.00	Budget authority .....	15	45
90.00	Outlays .....	168	218
			258

**Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program** (in millions of dollars)

Identification code 97-0834-0-1-051	2002 actual	2003 est.	2004 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Defense family housing direct loan levels .....		206	221
115901 Total direct loan levels .....		206	221
Direct loan subsidy (in percent):			
132001 Defense family housing direct loan levels .....	0.00	21.36	39.95
132901 Weighted average subsidy rate .....	0.00	21.36	39.95
Direct loan subsidy budget authority:			
133001 Defense family housing direct loan levels .....		44	88
133901 Total subsidy budget authority .....		44	88
Direct loan subsidy outlays:			
134001 Defense family housing direct loan levels .....	50	7	17
134901 Total subsidy outlays .....	50	7	17
Direct loan upward reestimate subsidy budget authority:			
135001 Defense family housing direct loan levels .....		2	
135901 Total upward reestimate budget authority .....		2	
Direct loan upward reestimate subsidy outlays:			
136001 Defense family housing direct loan levels .....		2	
136901 Total upward reestimate outlays .....		2	
Direct loan downward reestimate subsidy budget authority:			
137001 Defense family housing direct loan levels .....		-1	
137901 Total downward reestimate budget authority .....		-1	
Direct loan downward reestimate subsidy outlays:			
138001 Defense family housing direct loan levels .....		-1	
138901 Total downward reestimate subsidy outlays .....		-1	
Guaranteed loan levels supportable by subsidy budget authority:			
215001 Defense family housing loan guarantee levels .....		138	259
215901 Total loan guarantee levels .....		138	259
Guaranteed loan subsidy (in percent):			
232001 Defense family housing loan guarantee levels .....	0.00	5.07	5.40
232901 Weighted average subsidy rate .....	0.00	5.07	5.40
Guaranteed loan subsidy budget authority:			
233001 Defense family housing loan guarantee levels .....		7	14
233901 Total subsidy budget authority .....		7	14
Guaranteed loan subsidy outlays:			
234001 Defense family housing loan guarantee levels .....	12	1	
234901 Total subsidy outlays .....	12	1	
Guaranteed loan downward reestimate subsidy budget authority:			
237001 Defense family housing loan guarantee levels .....		-1	
237901 Total downward reestimate subsidy budget authority .....		-1	
Guaranteed loan downward reestimate subsidy outlays:			
238001 Defense family housing loan guarantee levels .....		-1	
238901 Total downward reestimate subsidy outlays .....		-1	
Administrative expense data:			
351001 Budget authority .....	2	2	
358001 Outlays from balances .....			2
359001 Outlays from new authority .....	2	2	

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with the direct loans obligated and loan guarantees committed in 1992 and beyond (including modifications of direct loans on loan guarantees that resulted from obligations or commitments in any year), as well as administrative expenses of this program. The subsidy amounts are estimated on a present value basis; the administrative expenses are estimated on a cash basis.

**Object Classification** (in millions of dollars)

Identification code 97-0834-0-1-051	2002 actual	2003 est.	2004 est.
25.2 Other services .....	8	2	2
33.0 Investments and loans .....	104	185	243
41.0 Grants, subsidies, and contributions .....		53	101
99.9 Total new obligations .....	112	240	346

**DEPARTMENT OF DEFENSE, FAMILY HOUSING IMPROVEMENT, DIRECT LOAN FINANCING ACCOUNT**

**Program and Financing** (in millions of dollars)

Identification code 97-4166-0-3-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Direct Loans .....		206	221
00.02 Interest Paid to Treasury .....		3	4
00.91 Direct Program by Activities—Subtotal (1 level) .....		209	225
08.02 Payment of downward reestimate to receipt account .....		1	
10.00 Total new obligations .....		210	225
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	-68		
22.00 New financing authority (gross) .....	68	210	225
23.90 Total budgetary resources available for obligation .....		210	225
23.95 Total new obligations .....		-210	-225
<b>New financing authority (gross), detail:</b>			
Mandatory:			
67.10 Authority to borrow .....	44	125	133
69.00 Offsetting collections (cash) .....	50	11	20
69.10 Change in uncollected customer payments from Federal sources (unexpired) .....	-26	74	72
69.90 Spending authority from offsetting collections (total mandatory) .....	24	85	92
70.00 Total new financing authority (gross) .....	68	210	225
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	68	2	118
73.10 Total new obligations .....		210	225
73.20 Total financing disbursements (gross) .....	-92	-21	-35
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	26	-74	-72
74.40 Obligated balance, end of year .....	2	118	235
87.00 Total financing disbursements (gross) .....	92	21	35
<b>Offsets:</b>			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
Federal sources:			
88.00 Federal sources .....	-50	-7	-17
88.00 Upward reestimate .....		-2	
88.40 Non-Federal sources: Interest received on loans .....		-2	-3
88.90 Total, offsetting collections (cash) .....	-50	-11	-20
Against gross financing authority only:			
88.95 Change in receivables from program accounts .....	26	-74	-72
<b>Net financing authority and financing disbursements:</b>			
89.00 Financing authority .....	44	125	133
90.00 Financing disbursements .....	42	10	15

**Status of Direct Loans** (in millions of dollars)

Identification code 97-4166-0-3-051	2002 actual	2003 est.	2004 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans .....			
1131 Direct loan obligations exempt from limitation .....		206	221
1150 Total direct loan obligations .....		206	221
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year .....		92	109

**Public enterprise funds—Continued****DEPARTMENT OF DEFENSE, FAMILY HOUSING IMPROVEMENT, DIRECT  
LOAN FINANCING ACCOUNT—Continued****Status of Direct Loans (in millions of dollars)—Continued**

Identification code 97-4166-0-3-051	2002 actual	2003 est.	2004 est.
1231 Disbursements: Direct loan disbursements .....	92	17	32
1251 Repayments: Repayments and prepayments .....			
1290 Outstanding, end of year .....	92	109	141

**Balance Sheet (in millions of dollars)**

Identification code 97-4166-0-3-051	2001 actual	2002 actual	2003 est.	2004 est.
<b>ASSETS:</b>				
Net value of assets related to post-1991 direct loans receivable:				
1401 Direct loans receivable, gross .....	92	109	141	
1402 Interest receivable .....	1	2	3	
1405 Allowance for subsidy cost (-) .....	50	57	72	
1499 Net present value of assets related to direct loans .....	143	168	216	
1999 Total assets .....	143	168	216	
<b>LIABILITIES:</b>				
2103 Federal liabilities: Debt .....	143	168	216	
2999 Total liabilities .....	143	168	216	
<b>NET POSITION:</b>				
3999 Total net position .....				
4999 Total liabilities and net position .....	143	168	216	

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond (including modifications of direct loans that resulted from obligations in any year). The amounts in this account are a means of financing and are not included in the budget totals.

**DEPARTMENT OF DEFENSE, FAMILY HOUSING IMPROVEMENT  
GUARANTEED LOAN FINANCING ACCOUNT****Program and Financing (in millions of dollars)**

Identification code 97-4167-0-3-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
08.02 Payment of downward reestimate to receipt account .....		1	
10.00 Total new obligations .....		1	
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	16	16	24
22.00 New financing authority (gross) .....		9	16
23.90 Total budgetary resources available for obligation .....	16	25	40
23.95 Total new obligations .....		-1	
24.40 Unobligated balance carried forward, end of year .....	16	24	40
<b>New financing authority (gross), detail:</b>			
Mandatory:			
69.00 Offsetting collections (cash) .....	12	2	2
69.10 Change in uncollected customer payments from Federal sources (unexpired) .....	-12	7	14
69.90 Spending authority from offsetting collections (total mandatory) .....		9	16
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	-15	-3	-11
73.10 Total new obligations .....		1	
73.20 Total financing disbursements (gross) .....		-2	-2
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	12	-7	-14
74.40 Obligated balance, end of year .....	-3	-11	-27

87.00 Total financing disbursements (gross) .....	2	2	
<b>Offsets:</b>			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Payments from program account .....	-12	-1	
88.25 Interest on uninvested funds .....		-1	-2
88.90 Total, offsetting collections (cash) .....	-12	-2	-2
Against gross financing authority only:			
88.95 Change in receivables from program accounts .....	12	-7	-14
<b>Net financing authority and financing disbursements:</b>			
89.00 Financing authority .....			
90.00 Financing disbursements .....	-12		

**Status of Guaranteed Loans (in millions of dollars)**

Identification code 97-4167-0-3-051	2002 actual	2003 est.	2004 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders .....			
2131 Guaranteed loan commitments exempt from limitation .....		138	259
2150 Total guaranteed loan commitments .....		138	259
2199 Guaranteed amount of guaranteed loan commitments .....		138	259
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year .....	70	200	213
2231 Disbursements of new guaranteed loans .....	131	16	7
2251 Repayments and prepayments .....	-1	-3	-3
2262 Adjustments: Terminations for default that result in acquisition of property .....			
2290 Outstanding, end of year .....	200	213	217
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year .....	200	213	217

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the government resulting from loan guarantees committed in 1992 and beyond (including modifications of loan guarantees that resulted from commitments in any year). The amounts in this account are a means of financing and are not included in the budget totals.

**Balance Sheet (in millions of dollars)**

Identification code 97-4167-0-3-051	2001 actual	2002 actual	2003 est.	2004 est.
<b>ASSETS:</b>				
1101 Federal assets: Fund balances with Treasury .....	2	14	16	17
1999 Total assets .....	2	14	16	17
<b>LIABILITIES:</b>				
2204 Non-Federal liabilities: Liabilities for loan guarantees .....	2	14	16	17
2999 Total liabilities .....	2	14	16	17
4999 Total liabilities and net position .....	2	14	16	17

**REVOLVING AND MANAGEMENT FUNDS****Federal Funds**

Resources presented under the Revolving and Management Funds title contribute primarily to achieving the Department's annual GPRA performance goals of assuring readiness and sustainability and reforming processes and organizations. Performance targets in support of these goals contribute to the Department's efforts to mitigate force management and operational risk and institutional risk, as directed in the 2001 Quadrennial Defense Review.



The Administration is once again proposing to fully fund civilian health and retirement on an accrual basis. The amounts necessary to fund this benefit are presented as memo entries but are not included in DoD's funding request.

**Public enterprise funds:****NATIONAL DEFENSE STOCKPILE TRANSACTION FUND****Unavailable Collections** (in millions of dollars)

Identification code 97-4555-0-3-051	2002 actual	2003 est.	2004 est.
01.99 Balance, start of year .....	667	667	791
Receipts:			
02.80 Offsetting collections, National defense stockpile transaction fund .....	369	334	221
04.00 Total: Balances and collections .....	1,036	1,001	1,012
Appropriations:			
05.00 National defense stockpile transaction fund .....	-369	-210	-148
05.99 Total appropriations .....	-369	-210	-148
07.99 Balance, end of year .....	667	791	864

**Program and Financing** (in millions of dollars)

Identification code 97-4555-0-3-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
09.04 Stockpile operations .....	63	76	69
09.07 Expenditure Transfers .....	778	134	79
10.00 Total new obligations .....	841	210	148
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	482	10	10
22.00 New budget authority (gross) .....	369	210	148
23.90 Total budgetary resources available for obligation .....	851	220	158
23.95 Total new obligations .....	-841	-210	-148
24.40 Unobligated balance carried forward, end of year .....	10	10	10

**New budget authority (gross), detail:**

Mandatory:			
Offsetting collections (cash):			
69.00 Offsetting collections (cash) .....	366	331	218
69.00 Offsetting collections (cash) .....	3	3	3
69.45 Portion precluded from obligation (limitation on obligations) .....		-124	-73
69.90 Spending authority from offsetting collections (total mandatory) .....	369	210	148

**Change in obligated balances:**

72.40 Obligated balance, start of year .....	16	6	6
73.10 Total new obligations .....	841	210	148
73.20 Total outlays (gross) .....	-851	-210	-148
74.40 Obligated balance, end of year .....	6	6	6

**Outlays (gross), detail:**

86.97 Outlays from new mandatory authority .....	328	210	148
86.98 Outlays from mandatory balances .....	523		
87.00 Total outlays (gross) .....	851	210	148

**Offsets:**

Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources .....	-369	-334	-221

**Net budget authority and outlays:**

89.00 Budget authority .....		-124	-73
90.00 Outlays .....	482	-124	-73

The National Defense Stockpile is planned and operated under the authority of the Strategic and Critical Materials Stockpiling Act. The purpose of the Stockpile is to decrease or preclude a dangerous and costly dependence by the United States upon foreign sources for supplies of strategic and critical materials in times of national emergency. The quantities

of the materials stockpiled as required by the Stockpiling Act are to be sufficient to sustain the United States during a national emergency involving military conflict that necessitates an expansion of the Armed Forces together with a significant mobilization of the economy of the United States.

The National Defense Stockpile Transaction Fund provides for the financing of acquisition, disposal and upgrading of strategic and critical stockpile materials, and all related expenses such as transportation, development of specifications, testing, quality studies, and relocation of materials, and operation of the Defense National Stockpile Center.

**Object Classification** (in millions of dollars)

Identification code 97-4555-0-3-051	2002 actual	2003 est.	2004 est.
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	14	15	13
11.5 Other personnel compensation .....	1	1	1
11.9 Total personnel compensation .....	15	16	14
12.1 Civilian personnel benefits .....	3	3	2
21.0 Travel and transportation of persons .....	1	1	1
22.0 Transportation of things .....	1	1	
23.1 Rental payments to GSA .....	12	12	9
23.2 Rental payments to others .....	3	3	3
23.3 Communications, utilities, and miscellaneous charges .....	1	1	
25.2 Other services .....	15	27	28
25.3 Other purchases of goods and services from Government accounts .....	8	8	10
26.0 Supplies and materials .....	3	3	2
31.0 Equipment .....	1	1	
94.0 Financial transfers .....	778	134	79
99.9 Total new obligations .....	841	210	148

**Personnel Summary**

Identification code 97-4555-0-3-051	2002 actual	2003 est.	2004 est.
<b>Reimbursable:</b>			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	218	237	202

**RESERVE MOBILIZATION INCOME INSURANCE FUND****Program and Financing** (in millions of dollars)

Identification code 97-4179-0-3-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
09.01 Reimbursable program .....	1		
10.00 Total new obligations (object class 26.0) .....	1		
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	3	3	3
23.95 Total new obligations .....	-1		
24.40 Unobligated balance carried forward, end of year .....	3	3	3
<b>Change in obligated balances:</b>			
73.10 Total new obligations .....	1		
73.20 Total outlays (gross) .....	-1		
<b>Outlays (gross), detail:</b>			
86.93 Outlays from discretionary balances .....	1		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....	1		

This fund pays claims and administrative costs for participating members of the insurance program. The program provided insurance coverage for Ready Reservists who elected to participate and who were involuntarily ordered to active duty in excess of 30 days. The program became operational on October 1, 1996. The program was terminated on November 18, 1997 by the National Defense Authorization Act of

**Public enterprise funds—Continued****RESERVE MOBILIZATION INCOME INSURANCE FUND—Continued**

1998 (P.L. 105–85). The 1998 Supplemental provided funding to complete benefit payments and close out the program.

**PENTAGON RESERVATION MAINTENANCE REVOLVING FUND****Program and Financing (in millions of dollars)**

Identification code 97–4950–0–4–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
09.01 Operations .....	436	319	364
09.02 Renovation .....	887	562	361
09.99 Total reimbursable program .....	1,323	881	725
10.00 Total new obligations .....	1,323	881	725
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	32	349	181
22.00 New budget authority (gross) .....	1,314	1,018	652
22.10 Resources available from recoveries of prior year obligations .....	26		
22.21 Unobligated balance transferred to other DoD accounts .....		–305	
22.22 Unobligated balance transferred from other accounts .....	300		16
23.90 Total budgetary resources available for obligation	1,672	1,062	849
23.95 Total new obligations .....	–1,323	–881	–725
24.40 Unobligated balance carried forward, end of year .....	349	181	124
<b>New budget authority (gross), detail:</b>			
Discretionary:			
42.00 Transferred from other DoD accounts .....	475	255	
Mandatory:			
69.00 Offsetting collections (cash) .....	1,176	360	610
69.10 Change in uncollected customer payments from Federal sources (unexpired) .....	–337	403	42
69.90 Spending authority from offsetting collections (total mandatory) .....	839	763	652
70.00 Total new budget authority (gross) .....	1,314	1,018	652
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	189	764	616
73.10 Total new obligations .....	1,323	881	725
73.20 Total outlays (gross) .....	–1,059	–626	–705
73.32 Obligated balance transferred from other accounts .....			11
73.45 Recoveries of prior year obligations .....	–26		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	337	–403	–42
74.40 Obligated balance, end of year .....	764	616	605
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	475	255	
86.97 Outlays from new mandatory authority .....	239	305	326
86.98 Outlays from mandatory balances .....	345	66	379
87.00 Total outlays (gross) .....	1,059	626	705
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	–1,176	–359	–608
88.40 Non-Federal sources .....		–1	–2
88.90 Total, offsetting collections (cash) .....	–1,176	–360	–610
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	337	–403	–42
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	475	255	
90.00 Outlays .....	–117	266	95

**Object Classification (in millions of dollars)**

Identification code 97–4950–0–4–051	2002 actual	2003 est.	2004 est.
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	45	47	56

11.5 Other personnel compensation .....	3	10	10
11.9 Total personnel compensation .....	48	57	66
12.1 Civilian personnel benefits .....	11	17	20
23.3 Communications, utilities, and miscellaneous charges .....	64	65	53
25.4 Operation and maintenance of facilities .....	1,116	632	467
26.0 Supplies and materials .....	9	23	19
31.0 Equipment .....	75	87	100
99.9 Total new obligations .....	1,323	881	725

**Personnel Summary**

Identification code 97–4950–0–4–051	2002 actual	2003 est.	2004 est.
<b>Reimbursable:</b>			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	729	872	1,093

**NATIONAL DEFENSE SEALIFT FUND**

For National Defense Sealift Fund programs, projects, and activities, and for expenses of the National Defense Reserve Fleet, as established by section 11 of the Merchant Ship Sales Act of 1946 (50 U.S.C. App. 1744), and for the necessary expenses to maintain and preserve a U.S.-flag merchant fleet to serve the national security needs of the United States, **[\$942,629,000] \$1,062,762,000**, to remain available until expended<sup>1</sup>: *Provided*, That none of the funds provided in this paragraph shall be used to award a new contract that provides for the acquisition of any of the following major components unless such components are manufactured in the United States: auxiliary equipment, including pumps, for all shipboard services; propulsion system components (that is; engines, reduction gears, and propellers); shipboard cranes; and spreaders for shipboard cranes: *Provided further*, That the exercise of an option in a contract awarded through the obligation of previously appropriated funds shall not be considered to be the award of a new contract: *Provided further*, That the Secretary of the military department responsible for such procurement may waive the restrictions in the first proviso on a case-by-case basis by certifying in writing to the Committees on Appropriations of the House of Representatives and the Senate that adequate domestic supplies are not available to meet Department of Defense requirements on a timely basis and that such an acquisition must be made in order to acquire capability for national security purposes: *Provided further*, That, notwithstanding any other provision of law, \$8,500,000 of the funds available under this heading shall be available in addition to other amounts otherwise available, only to finance the cost of constructing additional sealift capacity<sup>1</sup>. (*Department of Defense Appropriations Act, 2003.*)

**Program and Financing (in millions of dollars)**

Identification code 17–4557–0–4–051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Strategic sealift acquisitions .....	290	289	730
00.02 Strategic sealift operation and maintenance .....	1,184	453	323
00.03 Research and Development .....	10	14	10
00.04 Ready Reserve Force .....		252	
01.00 Total, Direct Program .....	1,484	1,008	1,063
09.01 Strategic sealift operation and maintenance .....	584	805	805
09.03 Ready Reserve Force .....	227		
10.00 Total new obligations .....	2,295	1,813	1,868
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	268	380	299
22.00 New budget authority (gross) .....	1,601	1,733	1,868
22.10 Resources available from recoveries of prior year obligations .....	43		
22.22 Unobligated balance transferred from other accounts .....	764		
23.90 Total budgetary resources available for obligation	2,675	2,113	2,167
23.95 Total new obligations .....	–2,295	–1,813	–1,868
24.40 Unobligated balance carried forward, end of year .....	380	299	299

**New budget authority (gross), detail:**

Discretionary:			
40.00 Appropriation .....	432	942	1,063
40.72 Reduction pursuant to P.L. 107–117 .....	–4		

41.00	Transferred to other accounts .....	—	14	.....
42.00	Transferred from other accounts .....	361	.....	.....
43.00	Appropriation (total discretionary) .....	789	928	1,063
68.00	Spending authority from offsetting collections:			
68.10	Offsetting collections (cash) .....	795	805	805
68.10	Change in uncollected customer payments from Federal sources (unexpired) .....	16	.....	.....
68.90	Spending authority from offsetting collections (total discretionary) .....	811	805	805
70.00	Total new budget authority (gross) .....	1,601	1,733	1,868
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	398	1,111	849
73.10	Total new obligations .....	2,295	1,813	1,868
73.20	Total outlays (gross) .....	—1,523	—2,076	—1,831
73.45	Recoveries of prior year obligations .....	—43	.....	.....
74.00	Change in uncollected customer payments from Federal sources (unexpired) .....	—16	.....	.....
74.40	Obligated balance, end of year .....	1,111	849	887
<b>Outlays (gross), detail:</b>				
86.90	Outlays from new discretionary authority .....	811	1,304	1,368
86.93	Outlays from discretionary balances .....	712	772	463
87.00	Total outlays (gross) .....	1,523	2,076	1,831
<b>Offsets:</b>				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources	—795	—805	—805
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired) .....	—16	.....	.....
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	790	928	1,063
90.00	Outlays .....	728	1,271	1,025

In 2004, the Department of Defense will continue to reimburse the Department of Transportation for operations and maintenance of the Ready Reserve Force from funds appropriated to DOD.

## Object Classification (in millions of dollars)

Identification code 17-4557-0-4-051		2002 actual	2003 est.	2004 est.
Direct obligations:				
25.1	Advisory and assistance services .....	7	9	17
25.2	Other services .....	4	4	3
Other purchases of goods and services from Government accounts:				
25.3	Other purchases of goods and services from Government accounts .....		10	10
25.3	Purchases from revolving funds .....	24		404
25.5	Research and development contracts .....	10		5
31.0	Equipment .....	1,429	985	624
99.0	Direct obligations .....	1,484	1,008	1,063
Reimbursable obligations:				
25.3	Other purchases of goods and services from Government accounts .....	440	494	805
25.5	Research and development contracts .....	1	2	
31.0	Equipment .....	370	309	
99.0	Reimbursable obligations .....	811	805	805
99.9	Total new obligations .....	2,295	1,813	1,868

## WORKING CAPITAL FUND, ARMY

## Program and Financing (in millions of dollars)

Identification code 97-493001-0-4-051		2002 actual	2003 est.	2004 est.
Obligations by program activity:				
09.01	Ordnance .....	699	528	654
09.02	Depot Maintenance .....	1,718	1,771	1,778
09.03	Information Services .....	65	95	.....
09.04	Supply Management .....	4,256	6,882	6,151
09.11	Ordnance .....	9	16	59
09.12	Depot Maintenance .....	23	51	44
09.14	Supply Management .....	61	94	43
10.00	Total new obligations .....	6,831	9,437	8,729
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	1,505	1,708	1,312
22.00	New budget authority (gross) .....	6,630	9,041	8,896
22.10	Resources available from recoveries of prior year obligations .....	404	.....	.....
23.90	Total budgetary resources available for obligation	8,539	10,749	10,208
23.95	Total new obligations .....	-6,831	-9,437	-8,729
24.40	Unobligated balance carried forward, end of year .....	1,708	1,312	1,480
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation .....	167	249	219
Mandatory:				
66.10	Contract authority .....	67	.....	.....
Spending authority from offsetting collections:				
Discretionary:				
68.00	Offsetting collections (cash) .....	6,274	8,694	8,498
68.10	Change in uncollected customer payments from Federal sources (unexpired) .....	122	98	179
68.90	Spending authority from offsetting collections (total discretionary) .....	6,396	8,792	8,677
70.00	Total new budget authority (gross) .....	6,630	9,041	8,896
Change in obligated balances:				
72.40	Obligated balance, start of year .....	1,130	919	1,566
73.10	Total new obligations .....	6,831	9,437	8,729
73.20	Total outlays (gross) .....	-6,516	-8,692	-8,404
73.45	Recoveries of prior year obligations .....	-404	.....	.....
74.00	Change in uncollected customer payments from Federal sources (unexpired) .....	-122	-98	-179
74.40	Obligated balance, end of year .....	919	1,566	1,711
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority .....	5,237	6,843	6,293
86.93	Outlays from discretionary balances .....	1,279	1,849	2,111
87.00	Total outlays (gross) .....	6,516	8,692	8,404
Offsets:				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources .....	-6,259	-8,652	-8,438
88.40	Non-Federal sources .....	-15	-42	-60
88.90	Total, offsetting collections (cash) .....	-6,274	-8,694	-8,498
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired) .....	-122	-98	-179
Net budget authority and outlays:				
89.00	Budget authority .....	234	249	219
90.00	Outlays .....	242	-2	-94

## DEFENSE WORKING CAPITAL FUNDS

For the Defense Working Capital Funds, [\$1,784,956,000] \$1,721,507,000: Provided, That during fiscal year [2003] 2004, funds in the Defense Working Capital Funds may be used for the purchase of not to exceed [315 passenger carrying motor vehicles for replacement only for the Defense Security Service, and the purchase of not to exceed 7] 4 passenger motor vehicles for replacement only for the Defense Logistics Agency. (Department of Defense Appropriations Act, 2003.)

The Army Working Capital Fund finances the operations of Army industrial, commercial and support-type activities. The Fund finances, in accordance with section 2208 of 10 U.S.C. through receipt of funded customer reimbursable orders, operating and capital expenses (excluding Military Construction), and uses cost accounting and business management techniques to provide DoD managers with information that can be used to monitor, control, and minimize its cost of operations.

**Public enterprise funds—Continued****DEFENSE WORKING CAPITAL FUNDS—Continued****WORKING CAPITAL FUND, ARMY—Continued****Status of Contract Authority (in millions of dollars)**

Identification code 97-493001-0-4-051	2002 actual	2003 est.	2004 est.
Contract authority:			
0200 Contract authority .....	67		

**Object Classification (in millions of dollars)**

Identification code 97-493001-0-4-051	2002 actual	2003 est.	2004 est.
Personnel compensation:			
11.1 Full-time permanent .....	850	839	869
11.3 Other than full-time permanent .....	54	81	96
11.5 Other personnel compensation .....	151	80	104
11.7 Military personnel .....		5	5
11.9 Total personnel compensation .....	1,055	1,005	1,074
12.1 Civilian personnel benefits .....	248	206	229
13.0 Benefits for former personnel .....	5	3	1
21.0 Travel and transportation of persons .....	23	29	26
22.0 Transportation of things .....	50	52	120
23.1 Rental payments to GSA .....	5	5	7
23.2 Rental payments to others .....	2	1	1
23.3 Communications, utilities, and miscellaneous charges .....	44	67	54
24.0 Printing and reproduction .....	2		
25.1 Advisory and assistance services .....	79	79	31
25.2 Other services .....	212	153	121
Other purchases of goods and services from Government accounts:			
25.3 Purchases of goods and services from other Federal Agencies .....	307	238	247
25.3 Purchases from revolving funds .....	1,318	865	425
25.4 Operation and maintenance of facilities including GOCOs .....	51	58	88
25.7 Contract operation and maintenance of equipment including ADP hard/software .....	377	176	30
25.8 Subsistence and support of persons .....	2		
26.0 Supplies and materials .....	2,936	6,423	6,062
31.0 Equipment .....	78	77	213
32.0 Land and structures .....	14		
43.0 Interest and dividends .....	23		
99.9 Total new obligations .....	6,831	9,437	8,729

**Personnel Summary**

Identification code 97-493001-0-4-051	2002 actual	2003 est.	2004 est.
Reimbursable:			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	22,692	21,414	21,060

**WORKING CAPITAL FUND, NAVY****Program and Financing (in millions of dollars)**

Identification code 97-493002-0-4-051	2002 actual	2003 est.	2004 est.
Obligations by program activity:			
09.02 Depot maintenance—Shipyards .....	2,291	2,387	1,392
09.03 Depot maintenance—Aviation .....	1,529	1,931	1,916
09.04 Depot maintenance—Ordnance .....	226		
09.05 Depot maintenance—Other .....	197	224	194
09.06 Base support .....	1,714	1,521	1,495
09.07 Transportation .....	1,342	1,715	1,692
09.08 Research and development activities .....	10,004	8,580	8,261
09.11 Supply Management .....	6,980	7,796	6,864
09.20 Supply management .....	82	72	50
09.21 Depot maintenance—Shipyards .....	126	42	21
09.22 Depot maintenance—Aviation .....	46	47	39
09.24 Depot maintenance—Other .....	5	3	4
09.25 Base support .....	16	19	19
09.26 Transportation .....	10	14	13
09.27 Research and development activities .....	117	116	109
10.00 Total new obligations .....	24,685	24,467	22,069
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year .....	3,103	2,882	2,800

22.00 New budget authority (gross) .....	24,882	24,518	22,709
22.60 Portion applied to repay debt .....	— 135	— 133	— 108
22.75 Balance of contract authority withdrawn .....	— 282		
23.90 Total budgetary resources available for obligation .....	27,568	27,267	25,401
23.95 Total new obligations .....	— 24,685	— 24,467	— 22,069
24.40 Unobligated balance carried forward, end of year .....	2,882	2,800	3,333

**New budget authority (gross), detail:**

Discretionary:			
40.00 Appropriation .....		40	130
Mandatory:			
66.10 Contract authority .....	819		
Spending authority from offsetting collections:			
Discretionary:			
68.00 Offsetting collections (cash) .....	23,768	24,300	22,620
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	295	178	— 41
68.90 Spending authority from offsetting collections (total discretionary) .....	24,063	24,478	22,579
70.00 Total new budget authority (gross) .....	24,882	24,518	22,709

**Change in obligated balances:**

72.40 Obligated balance, start of year .....	2,958	4,222	4,006
73.10 Total new obligations .....	24,685	24,467	22,069
73.20 Total outlays (gross) .....	— 23,127	— 24,505	— 22,874
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	— 295	— 178	41
74.40 Obligated balance, end of year .....	4,222	4,006	3,242

**Outlays (gross), detail:**

86.90 Outlays from new discretionary authority .....	17,756	17,419	17,064
86.93 Outlays from discretionary balances .....	5,371	7,086	5,810
87.00 Total outlays (gross) .....	23,127	24,505	22,874

**Offsets:**

Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	— 23,476	— 23,759	— 22,092
88.40 Offsetting collections, Non-Federal sources, Other .....	— 292	— 541	— 528
88.90 Total, offsetting collections (cash) .....	— 23,768	— 24,300	— 22,620
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	— 295	— 178	41

**Net budget authority and outlays:**

89.00 Budget authority .....	819	40	130
90.00 Outlays .....	— 641	205	254

The Navy Working Capital Fund finances the operations of Navy industrial, commercial and support-type activities. The Fund finances, in accordance with section 2208 of 10 U.S.C. through receipt of funded customer reimbursable orders, operating and capital expenses (excluding Military Construction), and uses cost accounting and business management techniques to provide DoD managers with information that can be used to monitor, control, and minimize its cost of operations.

**Status of Contract Authority (in millions of dollars)**

Identification code 97-493002-0-4-051	2002 actual	2003 est.	2004 est.
Contract authority:			
0200 Contract authority .....	819		
0600 Balance of contract authority withdrawn .....	— 282		

**Object Classification (in millions of dollars)**

Identification code 97-493002-0-4-051	2002 actual	2003 est.	2004 est.
Personnel compensation:			
11.1 Full-time permanent .....	4,954	4,335	5,240
11.3 Other than full-time permanent .....	46	51	48
11.5 Other personnel compensation .....	624	416	524
11.7 Military personnel .....	132	122	123
11.8 Special personal services payments .....	9	1	2
11.9 Total personnel compensation .....	5,765	4,925	5,937

12.1	Civilian personnel benefits .....	1,330	1,127	1,172
13.0	Benefits for former personnel .....	24	47	32
21.0	Travel and transportation of persons .....	277	291	67
22.0	Transportation of things .....	170	166	174
23.1	Rental payments to GSA .....	1	1	1
23.2	Rental payments to others .....	533	513	543
23.3	Communications, utilities, and miscellaneous charges .....	733	709	693
24.0	Printing and reproduction .....	18	30	21
25.1	Advisory and assistance services .....	109	65	76
25.2	Other services .....	878	638	554
	Other purchases of goods and services from Government accounts:			
25.3	Purchases of goods and services from other Federal Agencies .....	748	585	614
25.3	Payments to foreign national indirect hire personnel .....	15	14	12
25.3	Purchases from revolving funds .....	472	424	418
25.4	Operation and maintenance of facilities including GOCOs .....	613	678	485
25.5	Research and development contracts .....	2,961	1,785	2,426
25.7	Contract operation and maintenance of equipment including ADP hard/soft .....	1,057	1,054	1,054
26.0	Supplies and materials .....	8,130	10,773	7,013
31.0	Equipment .....	851	642	777
99.9	Total new obligations .....	24,685	24,467	22,069

**Personnel Summary**

Identification code 97-493002-0-4-051	2002 actual	2003 est.	2004 est.
Reimbursable:			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	88,916	89,281	78,837

**WORKING CAPITAL FUND, AIR FORCE****Program and Financing** (in millions of dollars)

Identification code 97-493003-0-4-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
09.00 Depot maintenance—Aviation .....	6,661	5,756	5,468
09.01 Transportation .....	5,492	5,507	4,372
09.02 Information services .....	637	606	623
09.03 Supply management .....	8,911	9,720	9,543
09.10 Depot maintenance—Aviation .....	209	107	167
09.11 Transportation .....	187	202	197
09.12 Information services .....	9	10	11
09.13 Supply management .....	59	68	53
10.00 Total new obligations .....	22,165	21,976	20,434

**Budgetary resources available for obligation:**

21.40 Unobligated balance carried forward, start of year .....	— 90	827	869
22.00 New budget authority (gross) .....	23,068	22,045	20,709
22.10 Resources available from recoveries of prior year obligations .....	1		
22.22 Unobligated balance transferred from other DoD accounts .....	78		
22.60 Portion applied to repay debt .....	— 25	— 27	— 7
22.75 Balance of contract authority withdrawn .....	— 41		
23.90 Total budgetary resources available for obligation .....	22,991	22,845	21,571
23.95 Total new obligations .....	— 22,165	— 21,976	— 20,434
24.40 Unobligated balance carried forward, end of year .....	827	869	1,137

**New budget authority (gross), detail:**

Discretionary:			
40.00 Appropriation .....	34	24	40
Mandatory:			
66.10 Contract authority .....	258		
Spending authority from offsetting collections:			
Discretionary:			
68.00 Offsetting collections (cash) .....	21,833	21,906	20,794
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	943	115	— 125
68.90 Spending authority from offsetting collections (total discretionary) .....	22,776	22,021	20,669
70.00 Total new budget authority (gross) .....	23,068	22,045	20,709

**Change in obligated balances:**

72.40 Obligated balance, start of year .....	4,266	3,971	3,854
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73.10 Total new obligations .....	22,165	21,976	20,434
73.20 Total outlays (gross) .....	— 21,515	— 21,979	— 20,900
73.45 Recoveries of prior year obligations .....	— 1		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	— 943	— 115	125
74.40 Obligated balance, end of year .....	3,971	3,854	3,512

**Outlays (gross), detail:**

86.90 Outlays from new discretionary authority .....	18,315	21,605	20,678
86.93 Outlays from discretionary balances .....	3,200	374	222
87.00 Total outlays (gross) .....	21,515	21,979	20,900

**Offsets:**

Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	— 21,623	— 21,519	— 20,362
88.40 Offsetting collections, Non-Federal sources, Other .....	— 210	— 387	— 432
88.90 Total, offsetting collections (cash) .....	— 21,833	— 21,906	— 20,794
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	— 943	— 115	125

**Net budget authority and outlays:**

89.00 Budget authority .....	292	24	40
90.00 Outlays .....	— 317	73	106

The Air Force Working Capital Fund finances the operations of Air Force and USTRANSCOM industrial, commercial and support-type activities. The Fund finances, in accordance with section 2208 of 10 U.S.C. through receipt of funded customer reimbursable orders, operating and capital expenses (excluding Military Construction), and uses cost accounting and business management techniques to provide DoD managers with information that can be used to monitor, control, and minimize its cost of operations.

**Status of Contract Authority** (in millions of dollars)

Identification code 97-493003-0-4-051	2002 actual	2003 est.	2004 est.
Contract authority:			
0200 Contract authority .....	258		
0600 Balance of contract authority withdrawn .....	— 41		

**Object Classification** (in millions of dollars)

Identification code 97-493003-0-4-051	2002 actual	2003 est.	2004 est.
Personnel compensation:			
11.1 Full-time permanent .....	1,630	1,616	1,611
11.5 Other personnel compensation .....	188	186	137
11.7 Military personnel .....	99	98	96
11.9 Total personnel compensation .....	1,917	1,900	1,844
12.1 Civilian personnel benefits .....	30	29	21
21.0 Travel and transportation of persons .....	221	219	114
22.0 Transportation of things .....	2,922	2,897	166
23.2 Rental payments to others .....	12	12	7
23.3 Communications, utilities, and miscellaneous charges .....	67	66	68
24.0 Printing and reproduction .....	3	3	6
25.1 Advisory and assistance services .....	387	384	338
25.2 Other services .....	2,505	2,485	2,681
Other purchases of goods and services from Government accounts:			
25.3 Payments to foreign national indirect hire personnel .....	10	10	10
25.3 Purchases from revolving funds .....	10,963	10,870	12,383
25.4 Operation and maintenance of facilities including GOCOs .....	245	243	113
25.7 Contract operation and maintenance of equipment including ADP hard/soft .....	2,290	2,270	2,165
26.0 Supplies and materials .....	107	106	98
31.0 Equipment .....	486	482	420
99.9 Total new obligations .....	22,165	21,976	20,434

**Public enterprise funds—Continued****WORKING CAPITAL FUND, NAVY—Continued****WORKING CAPITAL FUND, AIR FORCE—Continued****Personnel Summary**

Identification code 97-493003-0-4-051	2002 actual	2003 est.	2004 est.
Reimbursable:			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	26,780	25,665	26,390

**WORKING CAPITAL FUND, DEFENSE-WIDE****Program and Financing (in millions of dollars)**

Identification code 97-493005-0-4-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
09.01 Distribution Depots .....	1,283	1,440	1,473
09.02 Defense Reutilization and Marketing .....	258	281	287
09.03 Defense Automated Printing Service .....	388	377	383
09.04 Defense Financial Operations .....	1,452	1,515	1,432
09.05 Information Services .....	3,184	3,263	3,270
09.06 Supply Management .....	19,536	23,758	20,599
09.07 Defense Security Service .....	439	389	
09.10 Distribution Depots .....	34	51	58
09.11 Defense Reutilization and Marketing .....		8	8
09.12 Defense Automated Printing Service .....	9	6	
09.13 Defense Financial Operations .....	177	137	87
09.14 Information Services .....	62	108	161
09.15 Supply Management .....	158	280	213
09.16 Defense Security Service .....	9	21	
10.00 Total new obligations .....	26,989	31,634	27,971
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	2,881	3,139	4,184
22.00 New budget authority (gross) .....	27,576	32,679	28,168
22.10 Resources available from recoveries of prior year obligations .....	5		
22.21 Unobligated balance transferred to other DoD accounts .....	-78		
22.75 Balance of contract authority withdrawn .....	-256		
23.90 Total budgetary resources available for obligation .....	30,128	35,818	32,352
23.95 Total new obligations .....	-26,989	-31,634	-27,971
24.40 Unobligated balance carried forward, end of year .....	3,139	4,184	4,380
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	2	364	243
41.00 Transferred to other DoD accounts .....		-255	
42.00 Transferred from other DoD accounts .....	75	635	
43.00 Appropriation (total discretionary) .....	77	744	243
Mandatory:			
66.10 Contract authority .....	599		
Spending authority from offsetting collections:			
Discretionary:			
68.00 Offsetting collections (cash) .....	26,056	31,700	28,100
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	844	235	-175
68.90 Spending authority from offsetting collections (total discretionary) .....	26,900	31,935	27,925
70.00 Total new budget authority (gross) .....	27,576	32,679	28,168
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	6,934	7,218	6,917
73.10 Total new obligations .....	26,989	31,634	27,971
73.20 Total outlays (gross) .....	-25,856	-31,700	-28,300
73.45 Recoveries of prior year obligations .....	-5		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	-844	-235	175
74.40 Obligated balance, end of year .....	7,218	6,917	6,763
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	23,965	31,402	27,470
86.93 Outlays from discretionary balances .....	1,891	298	830
87.00 Total outlays (gross) .....	25,856	31,700	28,300

**Offsets:**

Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	-25,338	-30,517	-26,963
88.40 Offsetting collections, Non-Federal sources, Other .....	-718	-1,183	-1,137
88.90 Total, offsetting collections (cash) .....	-26,056	-31,700	-28,100
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	-844	-235	175

**Net budget authority and outlays:**

89.00 Budget authority .....	676	744	243
90.00 Outlays .....	-200		200

The Defense-Wide Working Capital Fund finances the operations of Defense Logistics Agency, Defense Finance and Accounting Service, Defense Information Services Agency, and Defense Security Service commercial and support-type activities. The Fund finances, in accordance with section 2208 of 10 U.S.C. through receipt of funded customer reimbursable orders, operating and capital expenses (excluding Military Construction), and uses cost accounting and business management techniques to provide DoD managers with information that can be used to monitor, control, and minimize its cost of operations. DoD will propose legislation to transfer the function of personnel background investigation of its employees to the Office of Personnel Management (OPM).

**Status of Contract Authority (in millions of dollars)**

Identification code 97-493005-0-4-051	2002 actual	2003 est.	2004 est.
<b>Contract authority:</b>			
0200 Contract authority .....	599		
0600 Balance of contract authority withdrawn .....	-256		

**Object Classification (in millions of dollars)**

Identification code 97-493005-0-4-051	2002 actual	2003 est.	2004 est.
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	2,092	2,296	2,241
11.3 Other than full-time permanent .....	64	48	57
11.5 Other personnel compensation .....	71	55	61
11.7 Military personnel .....	40	45	48
11.9 Total personnel compensation .....	2,267	2,444	2,407
12.1 Civilian personnel benefits .....	502	370	415
13.0 Benefits for former personnel .....	48	30	44
21.0 Travel and transportation of persons .....	86	90	89
22.0 Transportation of things .....	1,183	928	1,192
23.1 Rental payments to GSA .....	55	55	50
23.2 Rental payments to others .....	37	36	10
23.3 Communications, utilities, and miscellaneous charges .....	1,650	1,324	1,501
24.0 Printing and reproduction .....	225	248	263
25.1 Advisory and assistance services .....	121	161	156
25.2 Other services .....	1,613	1,400	2,118
<b>Other purchases of goods and services from Government accounts:</b>			
25.3 Purchases of goods and services from other Federal Agencies .....	226	1,444	440
25.3 Payments to foreign national indirect hire personnel .....	25	26	27
25.3 Purchases from revolving funds .....	1,205	928	1,175
25.4 Operation and maintenance of facilities including GOCOs .....	96	52	56
25.7 Contract operation and maintenance of equipment including ADP hard/soft .....	267	453	455
26.0 Supplies and materials .....	16,720	21,191	17,068
31.0 Equipment .....	620	454	505
32.0 Land and structures .....	40		
43.0 Interest and dividends .....	3		
99.9 Total new obligations .....	26,989	31,634	27,971

## Personnel Summary

Identification code 97-493005-0-4-051	2002 actual	2003 est.	2004 est.
Reimbursable:			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	42,995	41,643	37,447

## REFINED PETROLEUM PRODUCTS, MARGINAL EXPENSE TRANSFER ACCOUNT

Such sums as may be necessary may be appropriated to the "Refined Petroleum Products, Marginal Expense Transfer Account" for the marginal amounts needed to purchase up to 118 million barrels of refined petroleum projects during fiscal year 2004: Provided, That such marginal amounts shall be calculated as the difference between the actual market prices paid for the refined petroleum products and the prices assumed in the customer accounts in the President's Fiscal Year 2004 budget for such purchases: Provided further, That these marginal amounts shall be transferred to the Working Capital Fund, Defense-Wide, for the purchase of up to the above specified quantity of refined petroleum products: Provided further, That marginal amounts (as defined above) in the Working Capital Fund, Defense-Wide, not needed for such purchases shall be transferred to the Refined Petroleum Products, Marginal Expense Transfer Account within 30 days after the end of the fiscal year and be cancelled: Provided further, That the transfer authority provided herein is in addition to any other transfer authority available to the Department of Defense.

## Program and Financing (in millions of dollars)

Identification code 97-4583-0-4-051	2002 actual	2003 est.	2004 est.
Net budget authority and outlays:			
89.00 Budget authority .....			
90.00 Outlays .....			

Due to the difficulties in forecasting fuel prices ten to twenty-months in advance, this year the Administration is requesting an indefinite appropriation to cover the difference between the funds the Department budgets for the purchase of refined petroleum products and the actual market prices the Department pays for fuel, i.e., the additional marginal expense.

The military services will continue to budget for fuel and other refined petroleum products as they have in the past. The budget request for fuel starts with the Administration's economic assumptions about the future cost of crude oil, which is based on the futures market and is consistent with private sector forecasts.

The indefinite appropriation would only apply to the additional marginal expense of purchasing refined petroleum products. Not covered are the additional costs that the Defense-Wide Working Capital Fund charges its customers (transportation, facilities, overhead, and depreciation costs).

The indefinite appropriation provides additional funds when fuel prices increase above the budgeted price. When fuel prices drop below the budgeted price, the extra budgeted funds are cancelled. Over time it is anticipated that any additional funds provided by the indefinite appropriation will be offset by the cancellation of funds budgeted for fuel purchases, but not needed for that purpose due to decreases in the price of fuel. A separate account is used to provide visibility.

## WORKING CAPITAL FUND, DEFENSE COMMISSARY AGENCY

## Program and Financing (in millions of dollars)

Identification code 97-493004-0-4-051	2002 actual	2003 est.	2004 est.
Obligations by program activity:			
09.01 Commissary Resale Stocks .....	4,970	5,083	5,162
09.02 Commissary Operations .....	1,055	1,075	1,104
09.10 Capital program .....	9	5	8

10.00	Total new obligations .....	6,034	6,163	6,274
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## Budgetary resources available for obligation:

21.40	Unobligated balance carried forward, start of year	-170	-93	-181
22.00	New budget authority (gross) .....	6,101	6,076	6,265
22.10	Resources available from recoveries of prior year obligations .....	12		
22.75	Balance of contract authority withdrawn .....	-2		
23.90	Total budgetary resources available for obligation	5,941	5,983	6,084
23.95	Total new obligations .....	-6,034	-6,163	-6,274
24.40	Unobligated balance carried forward, end of year .....	-93	-181	-189

## New budget authority (gross), detail:

Discretionary:				
40.00	Appropriation .....	1,103	959	1,089
40.72	Reduction pursuant to P.L. 107-117 .....	-9	.....	.....
41.00	Transferred to other DoD accounts .....	-2	.....	.....
		<hr/>	<hr/>	<hr/>
43.00	Appropriation (total discretionary) .....	1,092	959	1,089
Mandatory:				
66.10	Contract authority .....	12	.....	.....
Spending authority from offsetting collections:				
Discretionary:				
68.00	Offsetting collections (cash) .....	5,032	5,126	5,209
68.10	Change in uncollected customer payments from Federal sources (unexpired) .....	-35	-9	-33
		<hr/>	<hr/>	<hr/>
68.90	Spending authority from offsetting collections (total discretionary) .....	4,997	5,117	5,176
		<hr/>	<hr/>	<hr/>
70.00	Total new budget authority (gross) .....	6,101	6,076	6,265

## Change in obligated balances:

72.40	Obligated balance, start of year .....	459	484	457
73.10	Total new obligations .....	6,034	6,163	6,274
73.20	Total outlays (gross) .....	-6,032	-6,200	-6,300
73.45	Recoveries of prior year obligations .....	-12		
74.00	Change in uncollected customer payments from Federal sources (unexpired) .....	35	9	33
74.40	Obligated balance, end of year .....	484	457	464

## Outlays (gross), detail:

86.90	Outlays from new discretionary authority .....	5,532	6,076	6,265
86.93	Outlays from discretionary balances .....	500	124	35
87.00	Total outlays (gross) .....	6,032	6,200	6,300

## Offsets:

Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources .....	- 49	- 26	- 35
88.40	Offsetting collections, Non-Federal sources, Other .....	- 4,983	- 5,100	- 5,174
88.90	Total, offsetting collections (cash) .....	- 5,032	- 5,126	- 5,209
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired) .....	35	9	33

## Net budget authority and outlays:

89.00	Budget authority .....	1,104	959	1,089
90.00	Outlays .....	1,000	1,074	1,091

The Defense Commissary Agency Working Capital Fund finances the cost of Commissary Operations and Resale Stocks activities. Commissary Operations pays the operating costs of 276 commissaries worldwide, agency and region headquarters, and support services. Costs include civilian pay, transportation of commissary goods overseas, warehousing, shelf stocking, janitorial services in each commissary, and base support as a tenant organization. Resale Stocks pays for the purchase of inventory for resale to commissary patrons.

## Status of Contract Authority (in millions of dollars)

Identification code 97-493004-0-4-051	2002 actual	2003 est.	2004 est.
Contract authority:			
0200	Contract authority .....	12	
0600	Balance of contract authority withdrawn .....	-2	

**Public enterprise funds—Continued****WORKING CAPITAL FUND, DEFENSE COMMISSARY AGENCY—  
Continued****Object Classification** (in millions of dollars)

Identification code 97-493004-0-4-051	2002 actual	2003 est.	2004 est.
Personnel compensation:			
11.1 Full-time permanent .....	343	340	346
11.3 Other than full-time permanent .....	116	115	116
11.5 Other personnel compensation .....	15	15	15
11.7 Military personnel .....	1	1	1
11.9 Total personnel compensation .....	475	471	478
12.1 Civilian personnel benefits .....	133	133	132
12.2 Military personnel benefits .....			1
21.0 Travel and transportation of persons .....	8	12	11
22.0 Transportation of things .....	109	110	112
23.3 Communications, utilities, and miscellaneous charges .....	51	52	55
24.0 Printing and reproduction .....		1	1
25.1 Advisory and assistance services .....		1	1
25.2 Other services .....	14	25	25
Other purchases of goods and services from Government accounts:			
25.3 Other purchases of goods and services from Government accounts .....	37	35	37
25.3 Payments to foreign national indirect hire personnel .....	22	29	31
25.3 Purchases from revolving funds .....	37	28	28
25.4 Operation and maintenance of facilities .....	114	129	130
25.7 Operation and maintenance of equipment .....	5	12	14
26.0 Supplies and materials .....	5,016	5,114	5,206
31.0 Equipment .....	13	11	12
99.9 Total new obligations .....	6,034	6,163	6,274

**Personnel Summary**

Identification code 97-493004-0-4-051	2002 actual	2003 est.	2004 est.
Reimbursable:			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	13,918	13,576	13,497

**BUILDINGS MAINTENANCE FUND****Program and Financing** (in millions of dollars)

Identification code 97-4931-0-4-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
09.01 Operation and maintenance .....	30	25	
09.02 Administration .....	4	6	
10.00 Total new obligations .....	34	31	
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	17	16	16
22.00 New budget authority (gross) .....	32	31	
22.10 Resources available from recoveries of prior year obligations .....	1		
22.21 Unobligated balance transferred to other accounts .....			-16
23.90 Total budgetary resources available for obligation .....	50	47	
23.95 Total new obligations .....	-34	-31	
24.40 Unobligated balance carried forward, end of year .....	16	16	
<b>New budget authority (gross), detail:</b>			
Mandatory:			
69.00 Offsetting collections (cash) .....	64	34	
69.10 Change in uncollected customer payments from Federal sources (unexpired) .....	-32	-3	
69.90 Spending authority from offsetting collections (total mandatory) .....	32	31	
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	5	8	11
73.10 Total new obligations .....	34	31	
73.20 Total outlays (gross) .....	-62	-32	
73.31 Obligated balance transferred to other accounts .....			-11
73.45 Recoveries of prior year obligations .....	-1		

74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	32	3	
74.40 Obligated balance, end of year .....	8	11	

**Outlays (gross), detail:**

86.97 Outlays from new mandatory authority .....	12	17	
86.98 Outlays from mandatory balances .....	50	15	
87.00 Total outlays (gross) .....	62	32	

**Offsets:**

Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources .....	-64	-34	
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	32	3	

**Net budget authority and outlays:**

89.00 Budget authority .....			
90.00 Outlays .....	-2	-2	

The Buildings Maintenance Fund was established in accordance with direction from Congress in the 1994 Appropriations Conference Report for the General Services Administration and under authority in 10 U.S.C., section 2208. It provides for operation and maintenance of 33 leased and owned facilities occupied by DoD in the Washington Metropolitan area.

**Object Classification** (in millions of dollars)

Identification code 97-4931-0-4-051	2002 actual	2003 est.	2004 est.
11.1 Personnel compensation: Full-time permanent .....	3	4	
12.1 Civilian personnel benefits .....	1	1	
23.3 Communications, utilities, and miscellaneous charges .....	1	1	
25.2 Other services .....	23	20	
25.4 Operation and maintenance of facilities .....	3	2	
26.0 Supplies and materials .....	1	1	
31.0 Equipment .....	2	2	
99.9 Total new obligations .....	34	31	

**Personnel Summary**

Identification code 97-4931-0-4-051	2002 actual	2003 est.	2004 est.
Reimbursable:			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	59	65	

**ARMY CONVENTIONAL AMMUNITION WORKING CAPITAL FUND****Program and Financing** (in millions of dollars)

Identification code 21-4528-0-4-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
09.04 Reimbursable program .....	8	41	3
10.00 Total new obligations .....	8	41	3
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	81	65	23
22.10 Resources available from recoveries of prior year obligations .....	5		
22.21 Unobligated balance transferred to other accounts .....	-13		
23.90 Total budgetary resources available for obligation .....	73	65	23
23.95 Total new obligations .....	-8	-41	-3
24.40 Unobligated balance carried forward, end of year .....	65	23	20
<b>New budget authority (gross), detail:</b>			
Mandatory:			
69.00 Offsetting collections (cash) .....		5	
69.10 Change in uncollected customer payments from Federal sources (unexpired) .....		-5	
69.90 Spending authority from offsetting collections (total mandatory) .....			
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	55	14	-9



73.10	Total new obligations .....	8	41	3
73.20	Total outlays (gross) .....	-44	-69	-12
73.45	Recoveries of prior year obligations .....	-5		
74.00	Change in uncollected customer payments from Federal sources (unexpired) .....		5	
74.40	Obligated balance, end of year .....	14	-9	-18

<b>Outlays (gross), detail:</b>				
86.98	Outlays from mandatory balances .....	44	69	12

<b>Offsets:</b>				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources .....		-5	
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired) .....		5	

<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....			
90.00	Outlays .....	44	64	12

The Army Conventional Ammunition Working Capital Fund (CAWCF) financed the procurement and assembly of conventional ammunition for all the Services and other customers. It provided for payment of loading, assembling and packing (LAP) operations, component purchases for metal parts and explosive materials, and quality assurance and rework effort. The CAWCF ceased operations as a working capital fund at the end of 1998. All unfinished orders on hand as of that date will be processed through the fund until completed.

#### Object Classification (in millions of dollars)

Identification code 21-4528-0-4-051				
	2002 actual	2003 est.	2004 est.	
25.2	Other services .....	2	41	3
26.0	Supplies and materials .....	6		
99.9	Total new obligations .....	8	41	3

## ALLOWANCES

### Federal Funds

#### General and special funds:

#### DEPARTMENT OF DEFENSE CLOSED ACCOUNTS

#### Program and Financing (in millions of dollars)

Identification code 97-3999-0-1-051				
	2002 actual	2003 est.	2004 est.	

<b>Obligations by program activity:</b>				
00.01	Direct program activity .....	83		
10.00	Total new obligations (object class 25.2) .....	83		

<b>Budgetary resources available for obligation:</b>				
22.00	New budget authority (gross) .....	83		
23.95	Total new obligations .....	-83		

<b>New budget authority (gross), detail:</b>				
Discretionary:				
40.00	Appropriation .....	83		

<b>Change in obligated balances:</b>				
73.10	Total new obligations .....	83		
73.20	Total outlays (gross) .....	-83		

<b>Outlays (gross), detail:</b>				
86.90	Outlays from new discretionary authority .....	83		

<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	83		
90.00	Outlays .....	83		

## TRUST FUNDS

### Trust Funds

#### VOLUNTARY SEPARATION INCENTIVE FUND

#### Unavailable Collections (in millions of dollars)

Identification code 97-8335-0-7-051				
	2002 actual	2003 est.	2004 est.	
01.99	Balance, start of year .....	785	785	760
Receipts:				
02.40	Payment to voluntary separation incentive fund .....	84	80	108
02.41	Earnings on investments .....	27	51	48
02.99	Total receipts and collections .....	111	131	156
04.00	Total: Balances and collections .....	896	916	916
Appropriations:				
05.00	Voluntary separation incentive fund .....	-111	-156	-156
07.99	Balance, end of year .....	785	760	760

#### Program and Financing (in millions of dollars)

Identification code 97-8335-0-7-051				
	2002 actual	2003 est.	2004 est.	
<b>Obligations by program activity:</b>				
00.01	Voluntary separation incentive fund .....	154	156	156
10.00	Total new obligations (object class 41.0) .....	154	156	156
<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance carried forward, start of year .....	43		
22.00	New budget authority (gross) .....	111	156	156
23.90	Total budgetary resources available for obligation .....	154	156	156
23.95	Total new obligations .....	-154	-156	-156

<b>New budget authority (gross), detail:</b>				
Mandatory:				
60.26	Appropriation (trust fund) .....	111	156	156

<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	8	8	7
73.10	Total new obligations .....	154	156	156
73.20	Total outlays (gross) .....	-154	-156	-156
74.40	Obligated balance, end of year .....	8	7	7

<b>Outlays (gross), detail:</b>				
86.97	Outlays from new mandatory authority .....	111	156	156
86.98	Outlays from mandatory balances .....	43		
87.00	Total outlays (gross) .....	154	156	156

<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	111	156	156
90.00	Outlays .....	154	156	156

<b>Memorandum (non-add) entries:</b>				
92.01	Total investments, start of year: Federal securities: Par value .....	823	782	823
92.02	Total investments, end of year: Federal securities: Par value .....	782	823	823

Section 1175 of Title 10, United States Code, enacted by section 662 of the National Defense Authorization Act for Fiscal Years 1992 and 1993, Public Law 102-190, established the Voluntary Separation Incentive (VSI) Fund to help manage the ongoing military force drawdown. VSI provides annual payments to selected active-duty Service members with more than six but less than 20 years of service who leave the service voluntarily. The Section 1175(h)(3) provided that after December 31, 1992, all voluntary separation incentive payments shall be made from the fund. The fund is financed through actuarially-determined Government contributions from the Department of Defense personnel appropriations to cover the unfunded liability and the present value of future benefits for those separating and interest on the investments. The total present value costs of VSI benefit payments must have been deposited in the fund by the time authority to

## VOLUNTARY SEPARATION INCENTIVE FUND—Continued

approve VSI benefits ended, December 31, 2001. Permanent authority to make these payments is contained in section 8044 of the 1997 Defense Appropriations Act.

## HOST NATION SUPPORT FUND FOR RELOCATION

## Unavailable Collections (in millions of dollars)

Identification code 97-8337-0-7-051	2002 actual	2003 est.	2004 est.
01.99 Balance, start of year .....			
Receipts:			
02.00 Contributions .....	12	6	7
Appropriations:			
05.00 Host nation support fund for relocation .....	-12	-6	-7
07.99 Balance, end of year .....			

## Program and Financing (in millions of dollars)

Identification code 97-8337-0-7-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Host nation support fund .....	11	6	7
10.00 Total new obligations (object class 41.0) .....	11	6	7
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	4	5	4
22.00 New budget authority (gross) .....	12	6	7
23.90 Total budgetary resources available for obligation .....	16	11	11
23.95 Total new obligations .....	-11	-6	-7
24.40 Unobligated balance carried forward, end of year .....	5	4	4
<b>New budget authority (gross), detail:</b>			
Mandatory:			
60.26 Appropriation (trust fund) .....	12	6	7
<b>Change in obligated balances:</b>			
73.10 Total new obligations .....	11	6	7
73.20 Total outlays (gross) .....	-11	-6	-7
<b>Outlays (gross), detail:</b>			
86.97 Outlays from new mandatory authority .....	11	6	7
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	12	6	7
90.00 Outlays .....	11	6	7
<b>Memorandum (non-add) entries:</b>			
92.01 Total investments, start of year: Federal securities:			
Par value .....	4	5	5
92.02 Total investments, end of year: Federal securities:			
Par value .....	5	5	5

Section 2350k of U.S.C. Title 10 established a trust fund for cash contributions from any nation in support of relocation of elements of the Armed Forces within that nation. The Host Nation Support for Relocation Account is financed through these cash contributions and interest accrued on the cash balances. Funds may be used to defray costs incurred in connection with the relocation for which the contribution was made.

## OTHER DoD TRUST FUNDS

## Unavailable Collections (in millions of dollars)

Identification code 21-9971-0-7-051	2002 actual	2003 est.	2004 est.
01.99 Balance, start of year .....	2	3	3
Receipts:			
02.00 Deposits, other DOD trust funds .....	26	30	33
02.41 Interest, other DOD trust funds .....	1	1	1
02.42 Profits from sale of ships' stores .....	29	20	18
02.99 Total receipts and collections .....	56	51	52

04.00 Total: Balances and collections .....	58	54	55
Appropriations:			
05.00 Other DOD trust funds .....	-55	-51	-52
07.99 Balance, end of year .....	3	3	3

## Program and Financing (in millions of dollars)

Identification code 21-9971-0-7-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
02.11 Army trust funds .....	6	16	17
02.12 Air Force trust funds .....	11	9	9
02.13 Ships Stores Profit, Navy trust fund .....	28	20	18
02.14 Other Navy trust funds .....	5	7	8
10.00 Total new obligations .....	49	52	52
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	24	30	29
22.00 New budget authority (gross) .....	55	51	52
23.90 Total budgetary resources available for obligation .....	79	81	81
23.95 Total new obligations .....	-49	-52	-52
24.40 Unobligated balance carried forward, end of year .....	30	29	29
<b>New budget authority (gross), detail:</b>			
Mandatory:			
60.26 Appropriation (trust fund) .....	55	51	52
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	8	9	8
73.10 Total new obligations .....	49	52	52
73.20 Total outlays (gross) .....	-48	-51	-52
74.40 Obligated balance, end of year .....	9	8	8
<b>Outlays (gross), detail:</b>			
86.97 Outlays from new mandatory authority .....	48	51	52
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	55	51	52
90.00 Outlays .....	48	51	52
<b>Memorandum (non-add) entries:</b>			
92.01 Total investments, start of year: Federal securities:			
Par value .....	13	15	13
92.02 Total investments, end of year: Federal securities:			
Par value .....	15	13	13

This fund includes gifts and bequests limited to specific purposes by the donor. In addition, it accounts for gifts and bequests, not limited to specific use by the donor, which may be used for purposes as determined by the Secretaries of the Army, Navy and Air Force.

## Object Classification (in millions of dollars)

Identification code 21-9971-0-7-051	2002 actual	2003 est.	2004 est.
26.0 Supplies and materials .....	31	34	34
31.0 Equipment .....	2	2	2
41.0 Grants, subsidies, and contributions .....	16	16	16
99.9 Total new obligations .....	49	52	52

## NATIONAL SECURITY EDUCATION TRUST FUND

For the purposes of title VIII of Public Law 102-183, \$8,000,000, to be derived from the National Security Education Trust Fund, to remain available until expended. (*Department of Defense Appropriations Act, 2003.*)

## Unavailable Collections (in millions of dollars)

Identification code 97-8168-0-7-051	2002 actual	2003 est.	2004 est.
01.99 Balance, start of year .....	34	27	20
Receipts:			
Offsetting receipts (intragovernmental):			
02.40 Earnings on investments .....	1	1	1
02.40 Earnings on investments, legislative proposal .....			-1

02.99	Total receipts and collections .....	1	1	.....
04.00	Total: Balances and collections .....	35	28	20
Appropriations:				
Appropriations:				
05.00	National security education trust fund .....	— 8	— 8	— 8
05.00	National security education trust fund, legislative proposal .....	.....	.....	8
05.99	Total appropriations .....	— 8	— 8	.....
07.99	Balance, end of year .....	27	20	20

**Program and Financing** (in millions of dollars)

Identification code 97-8168-0-7-051		2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>				
00.10	Direct program activity .....	9	8	8
10.00	Total new obligations (object class 41.0) .....	9	8	8
<b>Budgetary resources available for obligation:</b>				
22.00	New budget authority (gross) .....	8	8	8
23.95	Total new obligations .....	-9	-8	-8
<b>New budget authority (gross), detail:</b>				
Discretionary:				
40.26	Appropriation (trust fund) .....	8	8	8
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	9	10	10
73.10	Total new obligations .....	9	8	8
73.20	Total outlays (gross) .....	-8	-8	-8
74.40	Obligated balance, end of year .....	10	10	10
<b>Outlays (gross), detail:</b>				
86.90	Outlays from new discretionary authority .....	8	8	8
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	8	8	8
90.00	Outlays .....	8	8	8

**Summary of Budget Authority and Outlays**

(in millions of dollars)

	2002 actual	2003 est.	2004 est.
Enacted/requested:			
Budget Authority .....	8	8	8
Outlays .....	8	8	8
Legislative proposal, not subject to PAYGO:			
Budget Authority .....	.....	.....	— 8
Outlays .....	.....	.....	— 8
Total:			
Budget Authority .....	8	8	.....
Outlays .....	8	8	.....

**NATIONAL SECURITY EDUCATION TRUST FUND**

(Legislative proposal, not subject to PAYGO)

**Program and Financing** (in millions of dollars)

Identification code 97-8168-2-7-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.10	Direct program activity .....	.....	— 8
10.00	Total new obligations (object class 41.0) .....	.....	— 8
<b>Budgetary resources available for obligation:</b>			
22.00	New budget authority (gross) .....	.....	— 8
23.95	Total new obligations .....	.....	8
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.26	Appropriation (trust fund) .....	.....	— 8
<b>Change in obligated balances:</b>			
73.10	Total new obligations .....	.....	— 8
73.20	Total outlays (gross) .....	.....	8
<b>Outlays (gross), detail:</b>			
86.90	Outlays from new discretionary authority .....	.....	— 8

**Net budget authority and outlays:**

89.00	Budget authority .....	.....	.....	— 8
90.00	Outlays .....	.....	.....	— 8

**FOREIGN NATIONAL EMPLOYEES SEPARATION PAY****Unavailable Collections** (in millions of dollars)

Identification code 97-8165-0-7-051		2002 actual	2003 est.	2004 est.
01.99	Balance, start of year .....	.....	.....	.....
Receipts:				
02.40	Foreign national employees separation pay trust fund .....	43	40	38
Appropriations:				
05.00	Foreign national employees separation pay .....	- 43	- 40	- 38
07.99	Balance, end of year .....	.....	.....	.....

**Program and Financing** (in millions of dollars)

Identification code 97-8165-0-7-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
00.01 Foreign National Employees Separation Fund .....	44	40	38
10.00 Total new obligations (object class 13.0) .....	44	40	38
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	38	36	36
22.00 New budget authority (gross) .....	43	40	38
23.90 Total budgetary resources available for obligation .....	81	76	74
23.95 Total new obligations .....	-44	-40	-38
24.40 Unobligated balance carried forward, end of year .....	36	36	36
<b>New budget authority (gross), detail:</b>			
Mandatory:			
60.26 Appropriation (trust fund) .....	43	40	38
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	271	302	302
73.10 Total new obligations .....	44	40	38
73.20 Total outlays (gross) .....	-13	-40	-38
74.40 Obligated balance, end of year .....	302	302	302

**Outlays (gross), detail:**

86.97	Outlays from new mandatory authority .....	13	40	38
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	43	40	38
90.00	Outlays .....	13	40	38

This account funds separation payments for former Department of Defense employees who are not United States citizens and who worked outside the United States. The payments are determined according to the applicable labor laws of the various countries.

**OTHER DoD TRUST REVOLVING FUNDS****Unavailable Collections** (in millions of dollars)

Identification code 97-9981-0-8-051		2002 actual	2003 est.	2004 est.
01.99	Balance, start of year .....	.....	.....	.....
Receipts:				
02.80	Other DoD trust funds, offsetting collections .....	10	10	10
Appropriations:				
05.00	Other DoD trust funds .....	- 10	- 10	- 10
07.99	Balance, end of year .....	.....	.....	.....

**Program and Financing** (in millions of dollars)

Identification code 97-9981-0-8-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
09.01 Reimbursable program .....	8	10	10

## OTHER DOD TRUST REVOLVING FUNDS—Continued

## Program and Financing (in millions of dollars)—Continued

Identification code 97-9981-0-8-051	2002 actual	2003 est.	2004 est.
10.00 Total new obligations (object class 44.0) .....	8	10	10
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	8	10	10
23.95 Total new obligations .....	-8	-10	-10
<b>New budget authority (gross), detail:</b>			
Mandatory:			
69.00 Offsetting collections (cash) .....	10	10	10
69.10 Change in uncollected customer payments from Federal sources (unexpired) .....	-2		
69.90 Spending authority from offsetting collections (total mandatory) .....	8	10	10
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	1	3	3
73.10 Total new obligations .....	8	10	10
73.20 Total outlays (gross) .....	-8	-10	-10
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	2		
74.40 Obligated balance, end of year .....	3	3	3
<b>Outlays (gross), detail:</b>			
86.97 Outlays from new mandatory authority .....	8	10	10
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources .....	-10	-10	-10
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	2		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....	-2		

## SURCHARGE COLLECTIONS, SALES OF COMMISSARY STORES, DEFENSE

## Unavailable Collections (in millions of dollars)

Identification code 97-8164-0-8-051	2002 actual	2003 est.	2004 est.
01.99 Balance, start of year .....			
Receipts:			
02.80 Surcharge collections, sales of commissary stores, offsetting collections .....	272	253	265
Appropriations:			
05.00 Surcharge collections, sales of commissary stores .....	-272	-253	-265
07.99 Balance, end of year .....			

## Program and Financing (in millions of dollars)

Identification code 97-8164-0-8-051	2002 actual	2003 est.	2004 est.
<b>Obligations by program activity:</b>			
09.01 Reimbursable program .....	256	253	265
10.00 Total new obligations .....	256	253	265
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	257	253	265
22.10 Resources available from recoveries of prior year obligations .....	6		
22.75 Balance of contract authority withdrawn .....	-6		
23.90 Total budgetary resources available for obligation .....	257	253	265
23.95 Total new obligations .....	-256	-253	-265
<b>New budget authority (gross), detail:</b>			
Mandatory:			
69.00 Offsetting collections (cash) .....	272	253	265
69.10 Change in uncollected customer payments from Federal sources (unexpired) .....	-15		

69.90	Spending authority from offsetting collections (total mandatory) .....	257	253	265
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	178	235	256
73.10	Total new obligations .....	256	253	265
73.20	Total outlays (gross) .....	-209	-232	-242
73.45	Recoveries of prior year obligations .....	-6		
74.00	Change in uncollected customer payments from Federal sources (unexpired) .....	15		
74.40	Obligated balance, end of year .....	235	256	279
<b>Outlays (gross), detail:</b>				
86.97	Outlays from new mandatory authority .....	119	127	133
86.98	Outlays from mandatory balances .....	90	105	109
87.00	Total outlays (gross) .....	209	232	242
<b>Offsets:</b>				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources .....	-5	-6	-6
88.40	Non-Federal sources .....	-267	-247	-259
88.90	Total, offsetting collections (cash) .....	-272	-253	-265
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired) .....	15		
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....			
90.00	Outlays .....	-63	-21	-23

## Status of Contract Authority (in millions of dollars)

Identification code 97-8164-0-8-051	2002 actual	2003 est.	2004 est.
0600 Balance of contract authority withdrawn .....	-6		

This fund was established in 1992 as a result of the consolidation of Defense Commissaries. The trust fund pays for certain commissary store operating equipment and supplies, utilities of Commissaries in the Continental United States, laundry services, and inventory losses. Surcharge funds are also utilized for both minor and major construction of commissaries. Title 10 of the United States Code prescribes costs which may be financed by the Trust Fund.

## Object Classification (in millions of dollars)

Identification code 97-8164-0-8-051	2002 actual	2003 est.	2004 est.
23.3 Communications, utilities, and miscellaneous charges .....	3	2	4
25.2 Other services .....	2	1	1
25.4 Operation and maintenance of facilities .....	15	29	23
25.7 Operation and maintenance of equipment .....	43	72	77
31.0 Equipment .....	74	81	79
32.0 Land and structures .....	119	68	81
99.9 Total new obligations .....	256	253	265

## GENERAL FUND RECEIPT ACCOUNTS

(in millions of dollars)

	2002 actual	2003 est.	2004 est.
Offsetting receipts from the public:			
17-304117 Recoveries under the foreign military sales program, Navy .....	35	76	78
17-321017 General fund proprietary receipts, not otherwise classified, Navy .....	82	82	82
21-301900 Recoveries for Government property lost or damaged .....	11	9	9
21-304121 Recoveries under the foreign military sales program, Army .....	51	51	51
21-321021 General fund proprietary receipts, not otherwise classified, Army .....	122	86	87
57-304157 Recoveries under the foreign military sales program, Air Force .....	41	41	41
57-321057 General fund proprietary receipts, not otherwise classified, Air Force .....	78	84	85

97-223600 Sale of certain materials in National Defense Stockpile .....	745	126	79
97-246200 Deposits for survivor annuity benefits .....	21	21	21
97-264400 Defense vessel transfer receipt account .....	13		
97-265197 Sale of scrap and salvage materials .....	1	1	1
97-276130 Family housing improvement fund, downward reestimates of subsidies .....		2	
97-304197 Recoveries under the foreign military sales program, defense agencies .....	5	5	5
97-321097 General fund proprietary receipts, not otherwise classified, defense agencies .....	33	84	84
General Fund Offsetting receipts from the public .....	1,238	668	623

## GENERAL PROVISIONS—DEPARTMENT OF DEFENSE

SEC. 8001. No part of any appropriation contained in this Act shall be used for publicity or propaganda purposes not authorized by the Congress.

SEC. 8002. During the current fiscal year, provisions of law prohibiting the payment of compensation to, or employment of, any person not a citizen of the United States shall not apply to personnel of the Department of Defense: *Provided*, That salary increases granted to direct and indirect hire foreign national employees of the Department of Defense funded by this Act shall not be at a rate in excess of the percentage increase authorized by law for civilian employees of the Department of Defense whose pay is computed under the provisions of section 5332 of title 5, United States Code, or at a rate in excess of the percentage increase provided by the appropriate host nation to its own employees, whichever is higher: *Provided further*, That this section shall not apply to Department of Defense foreign service national employees serving at United States diplomatic missions whose pay is set by the Department of State under the Foreign Service Act of 1980: *Provided further*, That the limitations of this provision shall not apply to foreign national employees of the Department of Defense in the Republic of Turkey.]

SEC. [8003] 8002. No part of any appropriation contained in this Act shall remain available for obligation beyond the current fiscal year, unless expressly so provided herein.

SEC. [8004] 8003. No more than 20 percent of the appropriations in this Act which are limited for obligation during the current fiscal year shall be obligated during the last 2 months of the fiscal year: *Provided*, That this section shall not apply to obligations for support of active duty training of reserve components or summer camp training of the Reserve Officers' Training Corps.

### (TRANSFER OF FUNDS)

SEC. [8005] 8004. Upon determination by the Secretary of Defense that such action is necessary in the national interest, he may, with the approval of the Office of Management and Budget, transfer not to exceed [\$2,000,000,000] \$4,000,000,000 of working capital funds of the Department of Defense or funds made available in this Act to the Department of Defense for military functions (except military construction) between such appropriations or funds or any subdivision thereof, to be merged with and to be available for the same purposes, and for the same time period, as the appropriation or fund to which transferred: *Provided*, That such authority to transfer may not be used unless for higher priority items, based on unforeseen military requirements, than those for which originally appropriated and in no case where the item for which funds are requested has been denied by the Congress: *Provided further*, That the Secretary of Defense shall notify the Congress promptly of all transfers made pursuant to this authority or any other authority in this Act: *Provided further*, That no part of the funds in this Act shall be available to prepare or present a request to the Committees on Appropriations for reprogramming of funds, unless for higher priority items, based on unforeseen military requirements, than those for which originally appropriated and in no case where the item for which reprogramming is requested has been denied by the Congress: *Provided further*, [That a request for multiple reprogrammings of funds using authority provided in this section must be made prior to May 31, 2003: *Provided further*, That section 8005 of the Department of Defense Appropriations Act, 2002 (Public Law 107-117) is amended by striking "\$2,000,000,000", and inserting "\$2,500,000,000"] *That in time of war or national emergency declared by the President or the Congress, the amount which may be transferred under this section may be increased by not to exceed 25 percent: Provided further, That in addition*

*to the transfer authority provided above, in time of war or during a national emergency declared by the President or Congress, when reserve forces are called or ordered to active duty, the Secretary of Defense may transfer funds from reserve and National Guard operations and maintenance appropriations to active duty operations and maintenance appropriations.*

### (TRANSFER OF FUNDS)

SEC. [8006] 8005. During the current fiscal year, cash balances in working capital funds of the Department of Defense established pursuant to section 2208 of title 10, United States Code, may be maintained in only such amounts as are necessary at any time for cash disbursements to be made from such funds: *Provided*, That transfers may be made between such funds: *Provided further*, That transfers may be made between working capital funds and the "Foreign Currency Fluctuations, Defense" appropriation and the "Operation and Maintenance" appropriation accounts in such amounts as may be determined by the Secretary of Defense, with the approval of the Office of Management and Budget, except that such transfers may not be made unless the Secretary of Defense has notified the Congress of the proposed transfer. Except in amounts equal to the amounts appropriated to working capital funds in this Act, no obligations may be made against a working capital fund to procure or increase the value of war reserve material inventory, unless the Secretary of Defense has notified the Congress prior to any such obligation.

SEC. 8007. Funds appropriated by this Act may not be used to initiate a special access program without prior notification 30 calendar days in session in advance to the congressional defense committees.]

SEC. [8008] 8006. [None of the funds provided in this Act shall be available to initiate: (1) a multiyear contract that employs economic order quantity procurement in excess of \$20,000,000 in any 1 year of the contract or that includes an unfunded contingent liability in excess of \$20,000,000; or (2) a contract for advance procurement leading to a multiyear contract that employs economic order quantity procurement in excess of \$20,000,000 in any 1 year, unless the congressional defense committees have been notified at least 30 days in advance of the proposed contract award: *Provided*, That no part of any appropriation contained in this Act shall be available to initiate a multiyear contract for which the economic order quantity advance procurement is not funded at least to the limits of the Government's liability: *Provided further*, That no part of any appropriation contained in this Act shall be available to initiate multiyear procurement contracts for any systems or component thereof if the value of the multiyear contract would exceed \$500,000,000 unless specifically provided in this Act: *Provided further*, That no multiyear procurement contract can be terminated without 10-day prior notification to the congressional defense committees: *Provided further*, That the execution of multiyear authority shall require the use of a present value analysis to determine lowest cost compared to an annual procurement.]

Funds appropriated in title III of this Act may be used for multiyear procurement contracts as follows:

[C-130 aircraft;  
FMTV; and  
F/A-18E and F engine.]  
F/A 18 aircraft;  
E-2C aircraft;  
Tactical Tomahawk missile; and  
Virginia Class Submarine.

SEC. [8009] 8007. Within the funds appropriated for the operation and maintenance of the Armed Forces, funds are hereby appropriated pursuant to section 401 of title 10, United States Code, for humanitarian and civic assistance costs under chapter 20 of title 10, United States Code. Such funds may also be obligated for humanitarian and civic assistance costs incidental to authorized operations and pursuant to authority granted in section 401 of chapter 20 of title 10, United States Code, and these obligations shall be reported [to the Congress as of September 30 of each year] *as required by section 401(d) of title 10, United States Code: Provided*, That funds available for operation and maintenance shall be available for providing humanitarian and similar assistance by using Civic Action Teams in the Trust Territories of the Pacific Islands and freely associated states of Micronesia, pursuant to the Compact of Free Association as authorized by Public Law 99-239: *Provided further*, That upon a determination by the Secretary of the Army that such action is beneficial for graduate medical education programs conducted at

## (TRANSFER OF FUNDS)—Continued

Army medical facilities located in Hawaii, the Secretary of the Army may authorize the provision of medical services at such facilities and transportation to such facilities, on a nonreimbursable basis, for civilian patients from American Samoa, the Commonwealth of the Northern Mariana Islands, the Marshall Islands, the Federated States of Micronesia, Palau, and Guam.

**[SEC. 8010. (a)** During fiscal year 2003, the civilian personnel of the Department of Defense may not be managed on the basis of any end-strength, and the management of such personnel during that fiscal year shall not be subject to any constraint or limitation (known as an end-strength) on the number of such personnel who may be employed on the last day of such fiscal year.

**(b)** The fiscal year 2004 budget request for the Department of Defense as well as all justification material and other documentation supporting the fiscal year 2004 Department of Defense budget request shall be prepared and submitted to the Congress as if subsections (a) and (b) of this provision were effective with regard to fiscal year 2004.

**(c)** Nothing in this section shall be construed to apply to military (civilian) technicians.]

**[SEC. 8011.** Notwithstanding any other provision of law, none of the funds made available by this Act shall be used by the Department of Defense to exceed, outside the 50 United States, its territories, and the District of Columbia, 125,000 civilian workyears: *Provided*, That workyears shall be applied as defined in the Federal Personnel Manual: *Provided further*, That workyears expended in dependent student hiring programs for disadvantaged youths shall not be included in this workyear limitation.]

**SEC. [8012] 8008.** None of the funds made available by this Act shall be used in any way, directly or indirectly, to influence congressional action on any legislation or appropriation matters pending before the Congress.

**SEC. [8013] 8009.** None of the funds appropriated by this Act shall be available for the basic pay and allowances of any member of the Army participating as a full-time student and receiving benefits paid by the Secretary of Veterans Affairs from the Department of Defense Education Benefits Fund when time spent as a full-time student is credited toward completion of a service commitment: *Provided*, That this subsection shall not apply to those members who have reenlisted with this option prior to October 1, 1987: *Provided further*, That this subsection applies only to active components of the Army.

**[SEC. 8014.** None of the funds appropriated by this Act shall be available to convert to contractor performance an activity or function of the Department of Defense that, on or after the date of the enactment of this Act, is performed by more than 10 Department of Defense civilian employees until a most efficient and cost-effective organization analysis is completed on such activity or function and certification of the analysis is made to the Committees on Appropriations of the House of Representatives and the Senate: *Provided*, That this section and subsections (a), (b), and (c) of 10 U.S.C. 2461 shall not apply to a commercial or industrial type function of the Department of Defense that: (1) is included on the procurement list established pursuant to section 2 of the Act of June 25, 1938 (41 U.S.C. 47), popularly referred to as the Javits-Wagner-O'Day Act; (2) is planned to be converted to performance by a qualified nonprofit agency for the blind or by a qualified nonprofit agency for other severely handicapped individuals in accordance with that Act; or (3) is planned to be converted to performance by a qualified firm under 51 percent ownership by an Indian tribe, as defined in section 450b(e) of title 25, United States Code, or a Native Hawaiian organization, as defined in section 637(a)(15) of title 15, United States Code.]

## (TRANSFER OF FUNDS)

**SEC. [8015] 8010.** Funds appropriated in title III of this Act for the Department of Defense Pilot Mentor-Protégé Program may be transferred to any other appropriation contained in this Act solely for the purpose of implementing a Mentor-Protégé Program developmental assistance agreement pursuant to section 831 of the National Defense Authorization Act for Fiscal Year 1991 (Public Law 101-510; 10 U.S.C. 2301 note), as amended, under the authority of this provision or any other transfer authority contained in this Act.

**[SEC. 8016.** None of the funds in this Act may be available for the purchase by the Department of Defense (and its departments and agencies) of welded shipboard anchor and mooring chain 4 inches in diameter and under unless the anchor and mooring chain are manufactured in the United States from components which are sub-

stantially manufactured in the United States: *Provided*, That for the purpose of this section manufactured will include cutting, heat treating, quality control, testing of chain and welding (including the forging and shot blasting process): *Provided further*, That for the purpose of this section substantially all of the components of anchor and mooring chain shall be considered to be produced or manufactured in the United States if the aggregate cost of the components produced or manufactured in the United States exceeds the aggregate cost of the components produced or manufactured outside the United States: *Provided further*, That when adequate domestic supplies are not available to meet Department of Defense requirements on a timely basis, the Secretary of the service responsible for the procurement may waive this restriction on a case-by-case basis by certifying in writing to the Committees on Appropriations that such an acquisition must be made in order to acquire capability for national security purposes.]

**SEC. [8017] 8011.** None of the funds appropriated by this Act available for the Civilian Health and Medical Program of the Uniformed Services (CHAMPUS) or TRICARE shall be available for the reimbursement of any health care provider for inpatient mental health service for care received when a patient is referred to a provider of inpatient mental health care or residential treatment care by a medical or health care professional having an economic interest in the facility to which the patient is referred: *Provided*, That this limitation does not apply in the case of inpatient mental health services provided under the program for persons with disabilities under subsection (d) of section 1079 of title 10, United States Code, provided as partial hospital care, or provided pursuant to a waiver authorized by the Secretary of Defense because of medical or psychological circumstances of the patient that are confirmed by a health professional who is not a Federal employee after a review, pursuant to rules prescribed by the Secretary, which takes into account the appropriate level of care for the patient, the intensity of services required by the patient, and the availability of that care.

**SEC. [8018] 8012.** Notwithstanding any other provision of law, during the current fiscal year, the Secretary of Defense may, by executive agreement, establish with host nation governments in NATO member states a separate account into which such residual value amounts negotiated in the return of United States military installations in NATO member states may be deposited, in the currency of the host nation, in lieu of direct monetary transfers to the United States Treasury: *Provided*, That such credits may be utilized only for the construction of facilities to support United States military forces in that host nation, or such real property maintenance and base operating costs that are currently executed through monetary transfers to such host nations: *Provided further*, That the Department of Defense's budget submission for fiscal year 2004 shall identify such sums anticipated in residual value settlements, and identify such construction, real property maintenance or base operating costs that shall be funded by the host nation through such credits: *Provided further*, That all military construction projects to be executed from such accounts must be previously approved in a prior Act of Congress: *Provided further*, That each such executive agreement with a NATO member host nation shall be reported to the congressional defense committees, the Committee on International Relations of the House of Representatives and the Committee on Foreign Relations of the Senate 30 days prior to the conclusion and endorsement of any such agreement established under this provision.]

**[SEC. 8019.** None of the funds available to the Department of Defense may be used to demilitarize or dispose of M-1 Carbines, M-1 Garand rifles, M-14 rifles, .22 caliber rifles, .30 caliber rifles, or M-1911 pistols.]

**[SEC. 8020.** No more than \$500,000 of the funds appropriated or made available in this Act shall be used during a single fiscal year for any single relocation of an organization, unit, activity or function of the Department of Defense into or within the National Capital Region: *Provided*, That the Secretary of Defense may waive this restriction on a case-by-case basis by certifying in writing to the congressional defense committees that such a relocation is required in the best interest of the Government.]

**[SEC. 8021.** In addition to the funds provided elsewhere in this Act, \$8,000,000 is appropriated only for incentive payments authorized by Section 504 of the Indian Financing Act of 1974 (25 U.S.C. 1544): *Provided*, That a prime contractor or a subcontractor at any tier that makes a subcontract award to any subcontractor or supplier as defined in 25 U.S.C. 1544 or a small business owned and controlled by an individual defined under 25 U.S.C. 4221(9) shall be considered

a contractor for the purposes of being allowed additional compensation under section 504 of the Indian Financing Act of 1974 (25 U.S.C. 1544) whenever the prime contract or subcontract amount is over \$500,000 and involves the expenditure of funds appropriated by an Act making Appropriations for the Department of Defense with respect to any fiscal year: *Provided further*, That notwithstanding 41 U.S.C. § 430, this section shall be applicable to any Department of Defense acquisition of supplies or services, including any contract and any subcontract at any tier for acquisition of commercial items produced or manufactured, in whole or in part by any subcontractor or supplier defined in 25 U.S.C. § 1544 or a small business owned and controlled by an individual defined under 25 U.S.C. 4221(9).]

[SEC. 8022. None of the funds appropriated by this Act shall be available to perform any cost study pursuant to the provisions of OMB Circular A-76 if the study being performed exceeds a period of 24 months after initiation of such study with respect to a single function activity or 48 months after initiation of such study for a multi-function activity.]

SEC. [8023] 8013. Funds appropriated by this Act for the American Forces Information Service shall not be used for any national or international political or psychological activities.

SEC. [8024] 8014. Notwithstanding any other provision of law or regulation, the Secretary of Defense may adjust wage rates for civilian employees hired for certain health care occupations as authorized for the Secretary of Veterans Affairs by section 7455 of title 38, United States Code.

SEC. [8025] 8015. (a) Of the funds for the procurement of supplies or services appropriated by this Act, qualified nonprofit agencies for the blind or other severely handicapped shall be afforded the maximum practicable opportunity to participate as subcontractors and suppliers in the performance of contracts let by the Department of Defense.

(b) During the current fiscal year, a business concern which has negotiated with a military service or defense agency a subcontracting plan for the participation by small business concerns pursuant to section 8(d) of the Small Business Act (15 U.S.C. 637(d)) shall be given credit toward meeting that subcontracting goal for any purchases made from qualified nonprofit agencies for the blind or other severely handicapped.

(c) For the purpose of this section, the phrase “qualified nonprofit agency for the blind or other severely handicapped” means a nonprofit agency for the blind or other severely handicapped that has been approved by the Committee for the Purchase from the Blind and Other Severely Handicapped under the Javits-Wagner-O’Day Act (41 U.S.C. 46–48).

SEC. [8026] 8016. During the current fiscal year, net receipts pursuant to collections from third party payers pursuant to section 1095 of title 10, United States Code, shall be made available to the local facility of the uniformed services responsible for the collections and shall be over and above the facility’s direct budget amount.

SEC. [8027] 8017. During the current fiscal year, the Department of Defense is authorized to incur obligations of not to exceed \$350,000,000 for purposes specified in section 2350j(c) of title 10, United States Code, in anticipation of receipt of contributions, only from the Government of Kuwait, under that section: *Provided*, That upon receipt, such contributions from the Government of Kuwait shall be credited to the appropriations or fund which incurred such obligations.

[SEC. 8028. Of the funds made available in this Act, not less than \$21,188,000 shall be available for the Civil Air Patrol Corporation, of which \$19,688,000 shall be available for Civil Air Patrol Corporation operation and maintenance to support readiness activities which includes \$1,500,000 for the Civil Air Patrol counterdrug program: *Provided*, That funds identified for “Civil Air Patrol” under this section are intended for and shall be for the exclusive use of the Civil Air Patrol Corporation and not for the Air Force or any unit thereof.]

SEC. [8029] 8018. (a) None of the funds appropriated in this Act are available to establish a new Department of Defense (department) federally funded research and development center (FFRDC), either as a new entity, or as a separate entity administrated by an organization managing another FFRDC, or as a nonprofit membership corporation consisting of a consortium of other FFRDCs and other nonprofit entities.

(b) No member of a Board of Directors, Trustees, Overseers, Advisory Group, Special Issues Panel, Visiting Committee, or any similar entity of a defense FFRDC, and no paid consultant to any defense FFRDC, except when acting in a technical advisory capacity, may

be compensated for his or her services as a member of such entity, or as a paid consultant by more than one FFRDC in a fiscal year: *Provided*, That a member of any such entity referred to previously in this subsection shall be allowed travel expenses and per diem as authorized under the Federal Joint Travel Regulations, when engaged in the performance of membership duties.

(c) Notwithstanding any other provision of law, none of the funds available to the department from any source during fiscal year [2003] 2004 may be used by a defense FFRDC, through a fee or other payment mechanism, for construction of new buildings, for payment of cost sharing for projects funded by Government grants, for absorption of contract overruns, or for certain charitable contributions, not to include employee participation in community service and/or development.

[ (d) Notwithstanding any other provision of law, of the funds available to the department during fiscal year 2003, not more than 6,321 staff years of technical effort (staff years) may be funded for defense FFRDCs: *Provided*, That of the specific amount referred to previously in this subsection, not more than 1,050 staff years may be funded for the defense studies and analysis FFRDCs. ]

[ (e) The Secretary of Defense shall, with the submission of the department’s fiscal year 2004 budget request, submit a report presenting the specific amounts of staff years of technical effort to be allocated for each defense FFRDC during that fiscal year. ]

[ (f) Notwithstanding any other provision of this Act, the total amount appropriated in this Act for FFRDCs is hereby reduced by \$74,200,000. ]

[SEC. 8030. None of the funds appropriated or made available in this Act shall be used to procure carbon, alloy or armor steel plate for use in any Government-owned facility or property under the control of the Department of Defense which were not melted and rolled in the United States or Canada: *Provided*, That these procurement restrictions shall apply to any and all Federal Supply Class 9515, American Society of Testing and Materials (ASTM) or American Iron and Steel Institute (AIS) specifications of carbon, alloy or armor steel plate: *Provided further*, That the Secretary of the military department responsible for the procurement may waive this restriction on a case-by-case basis by certifying in writing to the Committees on Appropriations of the House of Representatives and the Senate that adequate domestic supplies are not available to meet Department of Defense requirements on a timely basis and that such an acquisition must be made in order to acquire capability for national security purposes: *Provided further*, That these restrictions shall not apply to contracts which are in being as of the date of the enactment of this Act. ]

SEC. [8031] 8019. For the purposes of this Act, the term “congressional defense committees” means the Armed Services Committee of the House of Representatives, the Armed Services Committee of the Senate, the Subcommittee on Defense of the Committee on Appropriations of the Senate, and the Subcommittee on Defense of the Committee on Appropriations of the House of Representatives.

SEC. [8032] 8020. During the current fiscal year, the Department of Defense may acquire the modification, depot maintenance and repair of aircraft, vehicles and vessels as well as the production of components and other Defense-related articles, through competition between Department of Defense depot maintenance activities and private firms: *Provided*, That the Senior Acquisition Executive of the military department or defense agency concerned, with power of delegation, shall certify that successful bids include comparable estimates of all direct and indirect costs for both public and private bids: *Provided further*, That Office of Management and Budget Circular A-76 shall not apply to competitions conducted under this section].

SEC. [8033] 8021. (a)(1) If the Secretary of Defense, after consultation with the United States Trade Representative, determines that a foreign country which is party to an agreement described in paragraph (2) has violated the terms of the agreement by discriminating against certain types of products produced in the United States that are covered by the agreement, the Secretary of Defense shall rescind the Secretary’s blanket waiver of the Buy American Act with respect to such types of products produced in that foreign country.

(2) An agreement referred to in paragraph (1) is any reciprocal defense procurement memorandum of understanding, between the United States and a foreign country pursuant to which the Secretary of Defense has prospectively waived the Buy American Act for certain products in that country.

(b) The Secretary of Defense shall submit to the Congress a report on the amount of Department of Defense purchases from foreign

## (TRANSFER OF FUNDS)—Continued

entities in fiscal year [2003] 2004. Such report shall separately indicate the dollar value of items for which the Buy American Act was waived pursuant to any agreement described in subsection (a)(2), the Trade Agreement Act of 1979 (19 U.S.C. 2501 et seq.), or any international agreement to which the United States is a party.

(c) For purposes of this section, the term “Buy American Act” means title III of the Act entitled “An Act making appropriations for the Treasury and Post Office Departments for the fiscal year ending June 30, 1934, and for other purposes”, approved March 3, 1933 (41 U.S.C. 10a et seq.).

SEC. [8034] 8022. Appropriations contained in this Act that remain available at the end of the current fiscal year as a result of energy cost savings realized by the Department of Defense shall remain available for obligation for the next fiscal year to the extent, and for the purposes, provided in section 2865 of title 10, United States Code.

## (INCLUDING TRANSFER OF FUNDS)

SEC. [8035] 8023. Amounts deposited during the current fiscal year to the special account established under 40 U.S.C. [485(h)(2)] 572(b)(5)(A) and to the special account established under 10 U.S.C. 2667(d)(1) are appropriated and shall be available until transferred by the Secretary of Defense to current applicable appropriations or funds of the Department of Defense under the terms and conditions specified by 40 U.S.C. [485(h)(2)(A) and (B)] 572(b)(5)(B) and 10 U.S.C. 2667(d)(1)(B), to be merged with and to be available for the same time period and the same purposes as the appropriation to which transferred.

[SEC. 8036. The President shall include with each budget for a fiscal year submitted to the Congress under section 1105 of title 31, United States Code, materials that shall identify clearly and separately the amounts requested in the budget for appropriation for that fiscal year for salaries and expenses related to administrative activities of the Department of Defense, the military departments, and the defense agencies.]

SEC. [8037] 8024. Notwithstanding any other provision of law, funds available for “Drug Interdiction and Counter-Drug Activities, Defense” may be obligated for the Young Marines program.

## [(INCLUDING TRANSFER OF FUNDS)]

[SEC. 8038. During the current fiscal year, amounts contained in the Department of Defense Overseas Military Facility Investment Recovery Account established by section 2921(c)(1) of the National Defense Authorization Act of 1991 (Public Law 101–510; 10 U.S.C. 2687 note) shall be available until expended for the payments specified by section 2921(c)(2) of that Act.]

SEC. [8039] 8025. (a) IN GENERAL.—Notwithstanding any other provision of law, the Secretary of the Air Force may convey at no cost to the Air Force, without consideration, to Indian tribes located in the States of North Dakota, South Dakota, Montana, and Minnesota relocatable military housing units located at Grand Forks Air Force Base and Minot Air Force Base that are excess to the needs of the Air Force.

(b) PROCESSING OF REQUESTS.—The Secretary of the Air Force shall convey, at no cost to the Air Force, military housing units under subsection (a) in accordance with the request for such units that are submitted to the Secretary by the Operation Walking Shield Program on behalf of Indian tribes located in the States of North Dakota, South Dakota, Montana, and Minnesota.

(c) RESOLUTION OF HOUSING UNIT CONFLICTS.—The Operation Walking Shield program shall resolve any conflicts among requests of Indian tribes for housing units under subsection (a) before submitting requests to the Secretary of the Air Force under subsection (b).

(d) INDIAN TRIBE DEFINED.—In this section, the term “Indian tribe” means any recognized Indian tribe included on the current list published by the Secretary of the Interior under section 104 of the Federally Recognized Indian Tribe Act of 1994 (Public Law 103–454; 108 Stat. 4792; 25 U.S.C. 479a–1).

SEC. [8040] 8026. During the current fiscal year, appropriations which are available to the Department of Defense for operation and maintenance may be used to purchase items having an investment item unit cost of [not more than \$100,000] up to \$500,000.

[SEC. 8041. (a) During the current fiscal year, none of the appropriations or funds available to the Department of Defense Working Capital Funds shall be used for the purchase of an investment item for the purpose of acquiring a new inventory item for sale or antici-

pated sale during the current fiscal year or a subsequent fiscal year to customers of the Department of Defense Working Capital Funds if such an item would not have been chargeable to the Department of Defense Business Operations Fund during fiscal year 1994 and if the purchase of such an investment item would be chargeable during the current fiscal year to appropriations made to the Department of Defense for procurement.

(b) The fiscal year 2004 budget request for the Department of Defense as well as all justification material and other documentation supporting the fiscal year 2004 Department of Defense budget shall be prepared and submitted to the Congress on the basis that any equipment which was classified as an end item and funded in a procurement appropriation contained in this Act shall be budgeted for in a proposed fiscal year 2004 procurement appropriation and not in the supply management business area or any other area or category of the Department of Defense Working Capital Funds.]

SEC. [8042] 8027. None of the funds appropriated by this Act for programs of the Central Intelligence Agency shall remain available for obligation beyond the current fiscal year, except for funds appropriated for the Reserve for Contingencies, which shall remain available until September 30, [2004] 2005: *Provided*, That funds appropriated, transferred, or otherwise credited to the Central Intelligence Agency Central Services Working Capital Fund during this or any prior or subsequent fiscal year shall remain available until expended: *Provided further*, That any funds appropriated or transferred to the Central Intelligence Agency for agent operations and for covert action programs authorized by the President under section 503 of the National Security Act of 1947, as amended, shall remain available until September 30, [2004] 2005.

SEC. [8043] 8028. Notwithstanding any other provision of law, funds made available in this Act for the Defense Intelligence Agency may be used for the design, development, and deployment of General Defense Intelligence Program intelligence communications and intelligence information systems for the Services, the Unified and Specified Commands, and the component commands.

[SEC. 8044. Of the funds appropriated to the Department of Defense under the heading “Operation and Maintenance, Defense-Wide”, not less than \$10,000,000 shall be made available only for the mitigation of environmental impacts, including training and technical assistance to tribes, related administrative support, the gathering of information, documenting of environmental damage, and developing a system for prioritization of mitigation and cost to complete estimates for mitigation, on Indian lands resulting from Department of Defense activities.]

[SEC. 8045. Of the funds made available in this Act, not less than \$68,900,000 shall be available to maintain an attrition reserve force of 18 B–52 aircraft, of which \$3,700,000 shall be available from “Military Personnel, Air Force”, \$40,000,000 shall be available from “Operation and Maintenance, Air Force”, and \$25,200,000 shall be available from “Aircraft Procurement, Air Force”: *Provided*, That the Secretary of the Air Force shall maintain a total force of 94 B–52 aircraft, including 18 attrition reserve aircraft, during fiscal year 2003: *Provided further*, That the Secretary of Defense shall include in the Air Force budget request for fiscal year 2004 amounts sufficient to maintain a B–52 force totaling 94 aircraft.]

[SEC. 8046. (a) None of the funds appropriated in this Act may be expended by an entity of the Department of Defense unless the entity, in expending the funds, complies with the Buy American Act. For purposes of this subsection, the term “Buy American Act” means title III of the Act entitled “An Act making appropriations for the Treasury and Post Office Departments for the fiscal year ending June 30, 1934, and for other purposes”, approved March 3, 1933 (41 U.S.C. 10a et seq.).

(b) If the Secretary of Defense determines that a person has been convicted of intentionally affixing a label bearing a “Made in America” inscription to any product sold in or shipped to the United States that is not made in America, the Secretary shall determine, in accordance with section 2410f of title 10, United States Code, whether the person should be debarred from contracting with the Department of Defense.

(c) In the case of any equipment or products purchased with appropriations provided under this Act, it is the sense of the Congress that any entity of the Department of Defense, in expending the appropriation, purchase only American-made equipment and products, provided that American-made equipment and products are cost-competitive, quality-competitive, and available in a timely fashion.]

SEC. [8047] 8029. None of the funds appropriated by this Act shall be available for a contract for studies, analysis, or consulting



services entered into without competition on the basis of an unsolicited proposal unless the head of the activity responsible for the procurement determines—

(1) as a result of thorough technical evaluation, only one source is found fully qualified to perform the proposed work;

(2) the purpose of the contract is to explore an unsolicited proposal which offers significant scientific or technological promise, represents the product of original thinking, and was submitted in confidence by one source; or

(3) the purpose of the contract is to take advantage of unique and significant industrial accomplishment by a specific concern, or to insure that a new product or idea of a specific concern is given financial support:

*Provided*, That this limitation shall not apply to contracts in an amount of less than \$25,000, contracts related to improvements of equipment that is in development or production, or contracts as to which a civilian official of the Department of Defense, who has been confirmed by the Senate, determines that the award of such contract is in the interest of the national defense.

[SEC. 8048. (a) Except as provided in subsection (b) and (c), none of the funds made available by this Act may be used—

(1) to establish a field operating agency; or

(2) to pay the basic pay of a member of the Armed Forces or civilian employee of the department who is transferred or reassigned from a headquarters activity if the member or employee's place of duty remains at the location of that headquarters.

(b) The Secretary of Defense or Secretary of a military department may waive the limitations in subsection (a), on a case-by-case basis, if the Secretary determines, and certifies to the Committees on Appropriations of the House of Representatives and Senate that the granting of the waiver will reduce the personnel requirements or the financial requirements of the department.

(c) This section does not apply to field operating agencies funded within the National Foreign Intelligence Program.]

SEC. [8049] 8030. Notwithstanding section 303 of Public Law 96-487 or any other provision of law, the Secretary of the Navy is authorized to lease real and personal property at Naval Air Facility, Adak, Alaska, pursuant to 10 U.S.C. 2667(f), for commercial, industrial or other purposes: *Provided*, That notwithstanding any other provision of law, the Secretary of the Navy may remove hazardous materials from facilities, buildings, and structures at Adak, Alaska, and may demolish or otherwise dispose of such facilities, buildings, and structures.

#### [RESCISSIONS]

[SEC. 8050. Of the funds appropriated in Department of Defense Appropriations Acts, the following funds are hereby rescinded from the following accounts and programs in the specified amounts:

"Procurement of Weapons and Tracked Combat Vehicles, Army, 2001/2003", \$9,500,000;

"Procurement of Ammunition, Army, 2001/2003", \$4,000,000;

"Other Procurement, Army, 2001/2003", \$8,000,000;

"Other Procurement, Navy, 2001/2003", \$5,000,000;

"Missile Procurement, Air Force, 2001/2003", \$93,600,000;

"Missile Procurement, Army, 2002/2004", \$37,650,000;

"Procurement of Ammunition, Army, 2002/2004", \$19,000,000;

"Other Procurement, Army, 2002/2004", \$21,200,000;

"Missile Procurement, Air Force, 2002/2004", \$114,600,000;

"Research, Development, Test and Evaluation, Navy, 2002/2003", \$1,700,000;

"Research, Development, Test and Evaluation, Air Force, 2002/2003", \$69,000,000; and

"Research, Development, Test and Evaluation, Defense-Wide, 2002/2003", \$19,500,000.]

[SEC. 8051. None of the funds available in this Act may be used to reduce the authorized positions for military (civilian) technicians of the Army National Guard, the Air National Guard, Army Reserve and Air Force Reserve for the purpose of applying any administratively imposed civilian personnel ceiling, freeze, or reduction on military (civilian) technicians, unless such reductions are a direct result of a reduction in military force structure.]

SEC. [8052] 8031. None of the funds appropriated or otherwise made available in this Act may be obligated or expended for assistance to the Democratic People's Republic of North Korea unless specifically appropriated for that purpose.

SEC. [8053] 8032. During the current fiscal year, funds appropriated in this Act are available to compensate members of the National Guard for duty performed pursuant to a plan submitted by

a Governor of a State and approved by the Secretary of Defense under section 112 of title 32, United States Code: *Provided*, That during the performance of such duty, the members of the National Guard shall be under State command and control: *Provided further*, That such duty shall be treated as full-time National Guard duty for purposes of sections 12602(a)(2) and (b)(2) of title 10, United States Code.

SEC. [8054] 8033. Funds appropriated in this Act for operation and maintenance of the Military Departments, Combatant Commands and Defense Agencies shall be available for reimbursement of pay, allowances and other expenses which would otherwise be incurred against appropriations for the National Guard and Reserve when members of the National Guard and Reserve provide intelligence or counterintelligence support to Combatant Commands, Defense Agencies and Joint Intelligence Activities, including the activities and programs included within the National Foreign Intelligence Program (NFIP), the Joint Military Intelligence Program (JMIP), and the Tactical Intelligence and Related Activities (TIARA) aggregate: *Provided*, That nothing in this section authorizes deviation from established Reserve and National Guard personnel and training procedures.

[SEC. 8055. During the current fiscal year, none of the funds appropriated in this Act may be used to reduce the civilian medical and medical support personnel assigned to military treatment facilities below the September 30, 2002 level: *Provided*, That the Service Surgeons General may waive this section by certifying to the congressional defense committees that the beneficiary population is declining in some catchment areas and civilian strength reductions may be consistent with responsible resource stewardship and capitation-based budgeting.]

[SEC. 8056. (a) LIMITATION ON PENTAGON RENOVATION COSTS.—Not later than the date each year on which the President submits to Congress the budget under section 1105 of title 31, United States Code, the Secretary of Defense shall submit to Congress a certification that the total cost for the planning, design, construction, and installation of equipment for the renovation of wedges 2 through 5 of the Pentagon Reservation, cumulatively, will not exceed four times the total cost for the planning, design, construction, and installation of equipment for the renovation of wedge 1.

(b) ANNUAL ADJUSTMENT.—For purposes of applying the limitation in subsection (a), the Secretary shall adjust the cost for the renovation of wedge 1 by any increase or decrease in costs attributable to economic inflation, based on the most recent economic assumptions issued by the Office of Management and Budget for use in preparation of the budget of the United States under section 1104 of title 31, United States Code.

(c) EXCLUSION OF CERTAIN COSTS.—For purposes of calculating the limitation in subsection (a), the total cost for wedges 2 through 5 shall not include—

(1) any repair or reconstruction cost incurred as a result of the terrorist attack on the Pentagon that occurred on September 11, 2001;

(2) any increase in costs for wedges 2 through 5 attributable to compliance with new requirements of Federal, State, or local laws; and

(3) any increase in costs attributable to additional security requirements that the Secretary of Defense considers essential to provide a safe and secure working environment.

(d) CERTIFICATION COST REPORTS.—As part of the annual certification under subsection (a), the Secretary shall report the projected cost (as of the time of the certification) for—

(1) the renovation of each wedge, including the amount adjusted or otherwise excluded for such wedge under the authority of paragraphs (2) and (3) of subsection (c) for the period covered by the certification; and

(2) the repair and reconstruction of wedges 1 and 2 in response to the terrorist attack on the Pentagon that occurred on September 11, 2001.

(e) DURATION OF CERTIFICATION REQUIREMENT.—The requirement to make an annual certification under subsection (a) shall apply until the Secretary certifies to Congress that the renovation of the Pentagon Reservation is completed.]

[SEC. 8057. Notwithstanding any other provision of law, that not more than 35 percent of funds provided in this Act for environmental remediation may be obligated under indefinite delivery/indefinite quantity contracts with a total contract value of \$130,000,000 or higher.]

SEC. [8058] 8034. (a) None of the funds available to the Department of Defense for any fiscal year for drug interdiction or counter-

## [(RESCISSIONS)]—Continued

drug activities may be transferred to any other department or agency of the United States except as specifically provided in an appropriations law.

(b) None of the funds available to the Central Intelligence Agency for any fiscal year for drug interdiction and counter-drug activities may be transferred to any other department or agency of the United States except as specifically provided in an appropriations law.

## (TRANSFER OF FUNDS)

SEC. [8059] 8035. Appropriations available in this Act under the heading “Operation and Maintenance, Defense-Wide” for increasing energy and water efficiency in Federal buildings may, during their period of availability, be transferred to other appropriations or funds of the Department of Defense for projects related to increasing energy and water efficiency, to be merged with and to be available for the same general purposes, and for the same time period, as the appropriation or fund to which transferred.

[SEC. 8060. None of the funds appropriated by this Act may be used for the procurement of ball and roller bearings other than those produced by a domestic source and of domestic origin: *Provided*, That the Secretary of the military department responsible for such procurement may waive this restriction on a case-by-case basis by certifying in writing to the Committees on Appropriations of the House of Representatives and the Senate, that adequate domestic supplies are not available to meet Department of Defense requirements on a timely basis and that such an acquisition must be made in order to acquire capability for national security purposes: *Provided further*, That this restriction shall not apply to the purchase of “commercial items”, as defined by section 4(12) of the Office of Federal Procurement Policy Act, except that the restriction shall apply to ball or roller bearings purchased as end items.]

SEC. [8061] 8036. Notwithstanding any other provision of law, funds available to the Department of Defense shall be made available to provide transportation of medical supplies and equipment, on a nonreimbursable basis, to American Samoa, and funds available to the Department of Defense shall be made available to provide transportation of medical supplies and equipment, on a nonreimbursable basis, to the Indian Health Service when it is in conjunction with a civil-military project.

[SEC. 8062. None of the funds in this Act may be used to purchase any supercomputer which is not manufactured in the United States, unless the Secretary of Defense certifies to the congressional defense committees that such an acquisition must be made in order to acquire capability for national security purposes that is not available from United States manufacturers.]

SEC. [8063] 8037. Notwithstanding any other provision of law, the Naval shipyards of the United States shall be eligible to participate in any manufacturing extension program financed by funds appropriated in this or any other Act.

[SEC. 8064. Notwithstanding any other provision of law, each contract awarded by the Department of Defense during the current fiscal year for construction or service performed in whole or in part in a State (as defined in section 381(d) of title 10, United States Code) which is not contiguous with another State and has an unemployment rate in excess of the national average rate of unemployment as determined by the Secretary of Labor, shall include a provision requiring the contractor to employ, for the purpose of performing that portion of the contract in such State that is not contiguous with another State, individuals who are residents of such State and who, in the case of any craft or trade, possess or would be able to acquire promptly the necessary skills: *Provided*, That the Secretary of Defense may waive the requirements of this section, on a case-by-case basis, in the interest of national security.]

[SEC. 8065. (a) None of the funds made available in this or any other Act may be used to pay the salary of any officer or employee of the Department of Defense who approves or implements the transfer of administrative responsibilities or budgetary resources of any program, project, or activity financed by this Act to the jurisdiction of another Federal agency not financed by this Act without the express authorization of Congress: *Provided*, That this limitation shall not apply to transfers of funds expressly provided for in Defense Appropriations Acts, or provisions of Acts providing supplemental appropriations for the Department of Defense.

(b) None of the funds in this or any other Act may be used to dismantle national memorials commemorating United States participation in World War I.]

[SEC. 8066. (a) LIMITATION ON TRANSFER OF DEFENSE ARTICLES AND SERVICES.—Notwithstanding any other provision of law, none of the funds available to the Department of Defense for the current fiscal year may be obligated or expended to transfer to another nation or an international organization any defense articles or services (other than intelligence services) for use in the activities described in subsection (b) unless the congressional defense committees, the Committee on International Relations of the House of Representatives, and the Committee on Foreign Relations of the Senate are notified 15 days in advance of such transfer.

(b) COVERED ACTIVITIES.—This section applies to—

(1) any international peacekeeping or peace-enforcement operation under the authority of chapter VI or chapter VII of the United Nations Charter under the authority of a United Nations Security Council resolution; and

(2) any other international peacekeeping, peace-enforcement, or humanitarian assistance operation.

(c) REQUIRED NOTICE.—A notice under subsection (a) shall include the following:

(1) A description of the equipment, supplies, or services to be transferred.

(2) A statement of the value of the equipment, supplies, or services to be transferred.

(3) In the case of a proposed transfer of equipment or supplies—

(A) a statement of whether the inventory requirements of all elements of the Armed Forces (including the reserve components) for the type of equipment or supplies to be transferred have been met; and

(B) a statement of whether the items proposed to be transferred will have to be replaced and, if so, how the President proposes to provide funds for such replacement.]

SEC. [8067] 8038. To the extent authorized by subchapter VI of chapter 148 of title 10, United States Code, the Secretary of Defense may issue loan guarantees in support of United States defense exports not otherwise provided for: *Provided*, That the total contingent liability of the United States for guarantees issued under the authority of this section may not exceed \$15,000,000,000: *Provided further*, That the exposure fees charged and collected by the Secretary for each guarantee shall be paid by the country involved and shall not be financed as part of a loan guaranteed by the United States: *Provided further*, That the Secretary shall provide quarterly reports to the Committees on Appropriations, Armed Services, and Foreign Relations of the Senate and the Committees on Appropriations, Armed Services, and International Relations in the House of Representatives on the implementation of this program: *Provided further*, That amounts charged for administrative fees and deposited to the special account provided for under section 2540c(d) of title 10, shall be available for paying the costs of administrative expenses of the Department of Defense that are attributable to the loan guarantee program under subchapter VI of chapter 148 of title 10, United States Code.

SEC. [8068] 8039. None of the funds available to the Department of Defense under this Act shall be obligated or expended to pay a contractor under a contract with the Department of Defense for costs of any amount paid by the contractor to an employee when—

(1) such costs are for a bonus or otherwise in excess of the normal salary paid by the contractor to the employee; and

(2) such bonus is part of restructuring costs associated with a business combination.

[SEC. 8069. (a) None of the funds appropriated or otherwise made available in this Act may be used to transport or provide for the transportation of chemical munitions or agents to the Johnston Atoll for the purpose of storing or demilitarizing such munitions or agents.

(b) The prohibition in subsection (a) shall not apply to any obsolete World War II chemical munition or agent of the United States found in the World War II Pacific Theater of Operations.

(c) The President may suspend the application of subsection (a) during a period of war in which the United States is a party.]

## (INCLUDING TRANSFER OF FUNDS)

SEC. [8070] 8040. During the current fiscal year, no more than \$30,000,000 of appropriations made in this Act under the heading “Operation and Maintenance, Defense-Wide” may be transferred to appropriations available for the pay of military personnel, to be merged with, and to be available for the same time period as the appropriations to which transferred, to be used in support of such personnel in connection with support and services for eligible organizations and activities outside the Department of Defense pursuant to section 2012 of title 10, United States Code.

**[SEC. 8071.** During the current fiscal year, in the case of an appropriation account of the Department of Defense for which the period of availability for obligation has expired or which has closed under the provisions of section 1552 of title 31, United States Code, and which has a negative unliquidated or unexpended balance, an obligation or an adjustment of an obligation may be charged to any current appropriation account for the same purpose as the expired or closed account if—

(1) the obligation would have been properly chargeable (except as to amount) to the expired or closed account before the end of the period of availability or closing of that account;

(2) the obligation is not otherwise properly chargeable to any current appropriation account of the Department of Defense; and

(3) in the case of an expired account, the obligation is not chargeable to a current appropriation of the Department of Defense under the provisions of section 1405(b)(8) of the National Defense Authorization Act for Fiscal Year 1991, Public Law 101-510, as amended (31 U.S.C. 1551 note): *Provided*, That in the case of an expired account, if subsequent review or investigation discloses that there was not in fact a negative unliquidated or unexpended balance in the account, any charge to a current account under the authority of this section shall be reversed and recorded against the expired account: *Provided further*, That the total amount charged to a current appropriation under this section may not exceed an amount equal to 1 percent of the total appropriation for that account.]

**SEC. [8072] 8041.** Funds appropriated in title II of this Act and for the Defense Health Program in title VI of this Act for supervision and administration costs for facilities maintenance and repair, minor construction, or design projects may be obligated at the time the reimbursable order is accepted by the performing activity: *Provided*, That for the purpose of this section, supervision and administration costs includes all in-house Government cost.

**[SEC. 8073.** During the current fiscal year and hereafter, the Secretary of Defense may waive reimbursement of the cost of conferences, seminars, courses of instruction, or similar educational activities of the Asia-Pacific Center for Security Studies for military officers and civilian officials of foreign nations if the Secretary determines that attendance by such personnel, without reimbursement, is in the national security interest of the United States: *Provided*, That costs for which reimbursement is waived pursuant to this section shall be paid from appropriations available for the Asia-Pacific Center.]

**SEC. [8074] 8042.** (a) Notwithstanding any other provision of law, the Chief of the National Guard Bureau may permit the use of equipment of the National Guard Distance Learning Project by any person or entity on a space-available, reimbursable basis. The Chief of the National Guard Bureau shall establish the amount of reimbursement for such use on a case-by-case basis.

(b) Amounts collected under subsection (a) shall be credited to funds available for the National Guard Distance Learning Project and be available to defray the costs associated with the use of equipment of the project under that subsection. Such funds shall be available for such purposes without fiscal year limitation.

**[SEC. 8075.** Using funds available by this Act or any other Act, the Secretary of the Air Force, pursuant to a determination under section 2690 of title 10, United States Code, may implement cost-effective agreements for required heating facility modernization in the Kaiserslautern Military Community in the Federal Republic of Germany: *Provided*, That in the City of Kaiserslautern such agreements will include the use of United States anthracite as the base load energy for municipal district heat to the United States Defense installations: *Provided further*, That at Landstuhl Army Regional Medical Center and Ramstein Air Base, furnished heat may be obtained from private, regional or municipal services, if provisions are included for the consideration of United States coal as an energy source.]

**SEC. [8076] 8043.** None of the funds appropriated in title IV of this Act may be used to procure end-items for delivery to military forces for operational training, operational use or inventory requirements: *Provided*, That this restriction does not apply to end-items used in development, prototyping, and test activities preceding and leading to acceptance for operational use: *Provided further*, That this restriction does not apply to programs funded within the National Foreign Intelligence Program: *Provided further*, That the Secretary of Defense may waive this restriction on a case-by-case basis by certifying in writing to the Committees on Appropriations of the House of Representatives and the Senate that it is in the national security interest to do so.

**[SEC. 8077.** None of the funds made available in this Act may be used to approve or license the sale of the F-22 advanced tactical fighter to any foreign government.]

**SEC. [8078] 8044.** (a) The Secretary of Defense may, on a case-by-case basis, waive with respect to a foreign country each limitation on the procurement of defense items from foreign sources provided in law if the Secretary determines that the application of the limitation with respect to that country would invalidate cooperative programs entered into between the Department of Defense and the foreign country, or would invalidate reciprocal trade agreements for the procurement of defense items entered into under section 2531 of title 10, United States Code, and the country does not discriminate against the same or similar defense items produced in the United States for that country.

(b) Subsection (a) applies with respect to—

(1) contracts and subcontracts entered into on or after the date of the enactment of this Act; and

(2) options for the procurement of items that are exercised after such date under contracts that are entered into before such date if the option prices are adjusted for any reason other than the application of a waiver granted under subsection (a).

(c) Subsection (a) does not apply to a limitation regarding construction of public vessels, ball and roller bearings, food, and clothing or textile materials as defined by section 11 (chapters 50–65) of the Harmonized Tariff Schedule and products classified under headings 4010, 4202, 4203, 6401 through 6406, 6505, 7019, 7218 through 7229, 7304.41 through 7304.49, 7306.40, 7502 through 7508, 8105, 8108, 8109, 8211, 8215, and 9404.

**[SEC. 8079.** Funds made available to the Civil Air Patrol in this Act under the heading “Drug Interdiction and Counter-Drug Activities, Defense” may be used for the Civil Air Patrol Corporation’s counterdrug program, including its demand reduction program involving youth programs, as well as operational and training drug reconnaissance missions for Federal, State, and local government agencies; and for equipment needed for mission support or performance: *Provided*, That the Department of the Air Force should waive reimbursement from the Federal, State, and local government agencies for the use of these funds.]

**SEC. [8080] 8045.** (a) PROHIBITION.—None of the funds made available by this Act may be used to support any training program involving a unit of the security forces of a foreign country if the Secretary of Defense has received credible information from the Department of State that the unit has committed a gross violation of human rights, unless all necessary corrective steps have been taken.

(b) MONITORING.—The Secretary of Defense, in consultation with the Secretary of State, shall ensure that prior to a decision to conduct any training program referred to in subsection (a), full consideration is given to all credible information available to the Department of State relating to human rights violations by foreign security forces.

(c) WAIVER.—The Secretary of Defense, after consultation with the Secretary of State, may waive the prohibition in subsection (a) if he determines that such waiver is required by extraordinary circumstances.

(d) REPORT.—Not more than 15 days after the exercise of any waiver under subsection (c), the Secretary of Defense shall submit a report to the congressional defense committees describing the extraordinary circumstances, the purpose and duration of the training program, the United States forces and the foreign security forces involved in the training program, and the information relating to human rights violations that necessitates the waiver.

**SEC. [8081] 8046.** The Secretary of Defense, in coordination with the Secretary of Health and Human Services, may carry out a program to distribute surplus dental equipment of the Department of Defense, at no cost to the Department of Defense, to Indian Health Service facilities and to federally-qualified health centers (within the meaning of section 1905(l)(2)(B) of the Social Security Act (42 U.S.C. 1396d(l)(2)(B))).

**[SEC. 8082.** The total amount appropriated in this Act is hereby reduced by \$338,000,000 to reflect savings from favorable foreign currency fluctuations, to be derived as follows:

“Military Personnel, Army”, \$80,000,000;

“Military Personnel, Navy”, \$6,500,000;

“Military Personnel, Marine Corps”, \$11,000,000;

“Military Personnel, Air Force”, \$29,000,000;

“Operation and Maintenance, Army”, \$102,000,000;

“Operation and Maintenance, Navy”, \$21,500,000;

“Operation and Maintenance, Marine Corps”, \$2,000,000;

“Operation and Maintenance, Air Force”, \$46,000,000; and

## (INCLUDING TRANSFER OF FUNDS)—Continued

“Operation and Maintenance, Defense-Wide”, \$40,000,000.]

[SEC. 8083. None of the funds appropriated or made available in this Act to the Department of the Navy shall be used to develop, lease or procure the T-AKE class of ships unless the main propulsion diesel engines and propulsors are manufactured in the United States by a domestically operated entity: *Provided*, That the Secretary of Defense may waive this restriction on a case-by-case basis by certifying in writing to the Committees on Appropriations of the House of Representatives and the Senate that adequate domestic supplies are not available to meet Department of Defense requirements on a timely basis and that such an acquisition must be made in order to acquire capability for national security purposes or there exists a significant cost or quality difference.]

[SEC. 8084. None of the funds appropriated or otherwise made available by this or other Department of Defense Appropriations Acts may be obligated or expended for the purpose of performing repairs or maintenance to military family housing units of the Department of Defense, including areas in such military family housing units that may be used for the purpose of conducting official Department of Defense business.]

[SEC. 8085. Notwithstanding any other provision of law, funds appropriated in this Act under the heading “Research, Development, Test and Evaluation, Defense-Wide” for any advanced concept technology demonstration project may only be obligated 30 days after a report, including a description of the project and its estimated annual and total cost, has been provided in writing to the congressional defense committees: *Provided*, That the Secretary of Defense may waive this restriction on a case-by-case basis by certifying to the congressional defense committees that it is in the national interest to do so.]

[SEC. 8086. Notwithstanding any other provision of law, for the purpose of establishing all Department of Defense policies governing the provision of care provided by and financed under the military health care system’s case management program under 10 U.S.C. 1079(a)(17), the term “custodial care” shall be defined as care designed essentially to assist an individual in meeting the activities of daily living and which does not require the supervision of trained medical, nursing, paramedical or other specially trained individuals: *Provided*, That the case management program shall provide that members and retired members of the military services, and their dependents and survivors, have access to all medically necessary health care through the health care delivery system of the military services regardless of the health care status of the person seeking the health care: *Provided further*, That the case management program shall be the primary obligor for payment of medically necessary services and shall not be considered as secondarily liable to title XIX of the Social Security Act, other welfare programs or charity based care.]

SEC. [8087] 8047. During the current fiscal year, refunds attributable to the use of the Government travel card, refunds attributable to the use of the Government Purchase Card and refunds attributable to official Government travel arranged by Government Contracted Travel Management Centers may be credited to operation and maintenance accounts of the Department of Defense which are current when the refunds are received.

SEC. [8088] 8048. (a) REGISTERING FINANCIAL MANAGEMENT INFORMATION TECHNOLOGY SYSTEMS WITH DOD CHIEF INFORMATION OFFICER.—None of the funds appropriated in this Act may be used for a mission critical or mission essential financial management information technology system (including a system funded by the defense working capital fund) that is not registered with the Chief Information Officer of the Department of Defense. A system shall be considered to be registered with that officer upon the furnishing to that officer of notice of the system, together with such information concerning the system as the Secretary of Defense may prescribe. A financial management information technology system shall be considered a mission critical or mission essential information technology system as defined by the Under Secretary of Defense (Comptroller).

(b) CERTIFICATIONS AS TO COMPLIANCE WITH FINANCIAL MANAGEMENT MODERNIZATION PLAN.—

(1) During the current fiscal year, a financial management [major] automated information system, a mixed information system supporting financial and non-financial systems, or a system improvement of more than \$1,000,000 may not receive Milestone A approval, Milestone B approval, or full rate production, or their equivalent, within the Department of Defense until the Under Sec-

retary of Defense (Comptroller) certifies, with respect to that milestone, that the system is being developed and managed in accordance with the Department’s Financial Management Modernization Plan. The Under Secretary of Defense (Comptroller) may require additional certifications, as appropriate, with respect to any such system.

(2) The Chief Information Officer shall provide the congressional defense committees timely notification of certifications under paragraph (1).

(c) CERTIFICATIONS AS TO COMPLIANCE WITH CLINGER-COHEN ACT.—(1) During the current fiscal year, a major automated information system may not receive Milestone A approval, Milestone B approval, or full rate production approval, or their equivalent, within the Department of Defense until the Chief Information Officer certifies, with respect to that milestone, that the system is being developed in accordance with the Clinger-Cohen Act of 1996 (40 U.S.C. 1401 et seq.). The Chief Information Officer may require additional certifications, as appropriate, with respect to any such system.

(2) The Chief Information Officer shall provide the congressional defense committees timely notification of certifications under paragraph (1). Each such notification shall include, at a minimum, the funding baseline and milestone schedule for each system covered by such a certification and confirmation that the following steps have been taken with respect to the system:

(A) Business process reengineering.

(B) An analysis of alternatives.

(C) An economic analysis that includes a calculation of the return on investment.

(D) Performance measures.

(E) An information assurance strategy consistent with the Department’s Global Information Grid.

(d) DEFINITIONS.—For purposes of this section:

(1) The term “Chief Information Officer” means the senior official of the Department of Defense designated by the Secretary of Defense pursuant to section 3506 of title 44, United States Code.

(2) The term “information technology system” has the meaning given the term “information technology” in section 5002 of the Clinger-Cohen Act of 1996 (40 U.S.C. 1401).

[(3) The term “major automated information system” has the meaning given that term in Department of Defense Directive 5000.1.]

[SEC. 8089. During the current fiscal year, none of the funds available to the Department of Defense may be used to provide support to another department or agency of the United States if such department or agency is more than 90 days in arrears in making payment to the Department of Defense for goods or services previously provided to such department or agency on a reimbursable basis: *Provided*, That this restriction shall not apply if the department is authorized by law to provide support to such department or agency on a nonreimbursable basis, and is providing the requested support pursuant to such authority: *Provided further*, That the Secretary of Defense may waive this restriction on a case-by-case basis by certifying in writing to the Committees on Appropriations of the House of Representatives and the Senate that it is in the national security interest to do so.]

SEC. [8090] 8049. None of the funds provided in this Act may be used to transfer to any nongovernmental entity ammunition held by the Department of Defense that has a center-fire cartridge and a United States military nomenclature designation of “armor penetrator”, “armor piercing (AP)”, “armor piercing incendiary (API)”, or “armor-piercing incendiary-tracer (API-T)”, except to an entity performing demilitarization services for the Department of Defense under a contract that requires the entity to demonstrate to the satisfaction of the Department of Defense that armor piercing projectiles are either: (1) rendered incapable of reuse by the demilitarization process; or (2) used to manufacture ammunition pursuant to a contract with the Department of Defense or the manufacture of ammunition for export pursuant to a License for Permanent Export of Unclassified Military Articles issued by the Department of State.

SEC. [8091] 8050. Notwithstanding any other provision of law, the Chief of the National Guard Bureau, or his designee, may waive payment of all or part of the consideration that otherwise would be required under 10 U.S.C. 2667, in the case of a lease of personal property for a period not in excess of 1 year to any organization specified in 32 U.S.C. 508(d), or any other youth, social, or fraternal non-profit organization as may be approved by the Chief of the National Guard Bureau, or his designee, on a case-by-case basis.

**[SEC. 8092.** None of the funds appropriated by this Act shall be used for the support of any nonappropriated funds activity of the Department of Defense that procures malt beverages and wine with nonappropriated funds for resale (including such alcoholic beverages sold by the drink) on a military installation located in the United States unless such malt beverages and wine are procured within that State, or in the case of the District of Columbia, within the District of Columbia, in which the military installation is located: *Provided*, That in a case in which the military installation is located in more than one State, purchases may be made in any State in which the installation is located: *Provided further*, That such local procurement requirements for malt beverages and wine shall apply to all alcoholic beverages only for military installations in States which are not contiguous with another State: *Provided further*, That alcoholic beverages other than wine and malt beverages, in contiguous States and the District of Columbia shall be procured from the most competitive source, price and other factors considered.]

**[SEC. 8093.** During the current fiscal year and hereafter, under regulations prescribed by the Secretary of Defense, the Center of Excellence for Disaster Management and Humanitarian Assistance may also pay, or authorize payment for, the expenses of providing or facilitating education and training for appropriate military and civilian personnel of foreign countries in disaster management, peace operations, and humanitarian assistance.]

**[SEC. 8094.** (a) The Department of Defense is authorized to enter into agreements with the Department of Veterans Affairs and federally-funded health agencies providing services to Native Hawaiians for the purpose of establishing a partnership similar to the Alaska Federal Health Care Partnership, in order to maximize Federal resources in the provision of health care services by federally-funded health agencies, applying telemedicine technologies. For the purpose of this partnership, Native Hawaiians shall have the same status as other Native Americans who are eligible for the health care services provided by the Indian Health Service.

(b) The Department of Defense is authorized to develop a consultation policy, consistent with Executive Order No. 13084 (issued May 14, 1998), with Native Hawaiians for the purpose of assuring maximum Native Hawaiian participation in the direction and administration of governmental services so as to render those services more responsive to the needs of the Native Hawaiian community.

(c) For purposes of this section, the term “Native Hawaiian” means any individual who is a descendant of the aboriginal people who, prior to 1778, occupied and exercised sovereignty in the area that now comprises the State of Hawaii.]

**[(INCLUDING TRANSFER OF FUNDS)]**

**[SEC. 8095.** Of the amounts appropriated in this Act under the heading “Research, Development, Test and Evaluation, Defense-Wide”, \$136,000,000 shall be made available for the Arrow missile defense program: *Provided*, That of this amount, \$66,000,000 shall be available for the purpose of continuing the Arrow System Improvement Program (ASIP), and \$70,000,000 shall be available for the purpose of producing Arrow missile components in the United States and Arrow missile components and missiles in Israel to meet Israel’s defense requirements, consistent with each nation’s laws, regulations and procedures: *Provided further*, That funds made available under this provision for production of missiles and missile components may be transferred to appropriations available for the procurement of weapons and equipment, to be merged with and to be available for the same time period and the same purposes as the appropriation to which transferred: *Provided further*, That the transfer authority provided under this provision is in addition to any other transfer authority contained in this Act.]

**SEC. [8096] 8051.** Funds available to the Department of Defense for the Global Positioning System during the current fiscal year may be used to fund civil requirements associated with the satellite and ground control segments of such system’s modernization program.

**(INCLUDING TRANSFER OF FUNDS)**

**SEC. [8097] 8052.** Of the amounts appropriated in this Act under the heading, “[Operation and Maintenance] Research, Development, Test and Evaluation, Defense-Wide”, [\$68,000,000] \$48,000,000 shall remain available until expended: *Provided*, That notwithstanding any other provision of law, the Secretary of Defense is authorized to transfer such funds to other activities of the Federal Government.

**SEC. [8098] 8053.** Section 8106 of the Department of Defense Appropriations Act, 1997 (titles I through VIII of the matter under subsection 101(b) of Public Law 104–208; 110 Stat. 3009–111; 10

U.S.C. 113 note) shall continue in effect to apply to disbursements that are made by the Department of Defense in fiscal year [2003] 2004.

**[SEC. 8099.** In addition to amounts provided in this Act, \$1,700,000 is hereby appropriated for “Defense Health Program”, to remain available for obligation until expended: *Provided*, That notwithstanding any other provision of law, these funds shall be available only for a grant to the Fisher House Foundation, Inc., only for the construction and furnishing of additional Fisher Houses to meet the needs of military family members when confronted with the illness or hospitalization of an eligible military beneficiary.]

**[SEC. 8100.** Notwithstanding any other provision of this Act, the total amount appropriated in this Act is hereby reduced by \$850,000,000, to reflect savings to be achieved from business process reforms, management efficiencies, and procurement of administrative and management support, to be distributed as follows:

“Operation and Maintenance, Army”, \$26,000,000;  
 “Operation and Maintenance, Navy”, \$60,300,000;  
 “Operation and Maintenance, Marine Corps”, \$8,400,000;  
 “Operation and Maintenance, Air Force”, \$91,200,000;  
 “Operation and Maintenance, Defense-Wide”, \$199,000,000;  
 “Operation and Maintenance, Army Reserve”, \$5,900,000;  
 “Operation and Maintenance, Marine Corps Reserve”, \$900,000;  
 “Operation and Maintenance, Air Force Reserve”, \$1,000,000;  
 “Operation and Maintenance, Army National Guard”, \$4,300,000;  
 “Operation and Maintenance, Air National Guard”, \$2,600,000;  
 “Aircraft Procurement, Army”, \$3,700,000;  
 “Missile Procurement, Army”, \$1,100,000;  
 “Procurement of Weapons and Tracked Combat Vehicles, Army”, \$3,100,000;  
 “Other Procurement, Army”, \$17,700,000;  
 “Aircraft Procurement, Navy”, \$22,800,000;  
 “Weapons Procurement, Navy”, \$4,800,000;  
 “Procurement of Ammunition, Navy and Marine Corps”, \$1,000,000;  
 “Shipbuilding and Conversion, Navy”, \$15,700,000;  
 “Other Procurement, Navy”, \$7,200,000;  
 “Procurement, Marine Corps”, \$2,600,000;  
 “Aircraft Procurement, Air Force”, \$9,700,000;  
 “Missile Procurement, Air Force”, \$6,200,000;  
 “Other Procurement, Air Force”, \$6,200,000;  
 “Procurement, Defense-Wide”, \$1,200,000;  
 “Research, Development, Test and Evaluation, Army”, \$23,500,000;  
 “Research, Development, Test and Evaluation, Navy”, \$55,700,000;  
 “Research, Development, Test and Evaluation, Air Force”, \$66,200,000;  
 “Research, Development, Test and Evaluation, Defense-Wide”, \$154,000,000;  
 “Operational Test and Evaluation, Defense”, \$5,000,000;  
 “National Defense Sealift Fund”, \$1,000,000;  
 “Defense Health Program”, \$12,000,000;  
 “Chemical Agents and Munitions Destruction, Army”, \$20,000,000; and  
 “Drug Interdiction and Counter-Drug Activities, Defense”, \$10,000,000;

*Provided*, That these reductions shall be applied proportionally to each budget activity, activity group and subactivity group and each program, project, and activity within each appropriation account: *Provided further*, That none of the funds provided in this Act may be used for consulting and advisory services for legislative affairs and legislative liaison functions.]

**[(INCLUDING TRANSFER OF FUNDS)]**

**[SEC. 8101.** Of the amounts appropriated in this Act under the heading “Shipbuilding and Conversion, Navy”, \$1,279,899,000 shall be available until September 30, 2003, to fund prior year shipbuilding cost increases: *Provided*, That upon enactment of this Act, the Secretary of the Navy shall transfer such funds to the following appropriations in the amounts specified: *Provided further*, That the amounts transferred shall be merged with and be available for the same purposes as the appropriations to which transferred:

To:  
 Under the heading, “Shipbuilding and Conversion, Navy, 1996/03”:

LPD–17 Amphibious Transport Dock Ship Program, \$300,681,000;  
 Under the heading, “Shipbuilding and Conversion, Navy, 1998/03”:

## [(INCLUDING TRANSFER OF FUNDS)]—Continued

DDG-51 Destroyer Program, \$76,100,000;  
New SSN, \$190,882,000;

Under the heading, "Shipbuilding and Conversion, Navy, 1999/03":

DDG-51 Destroyer Program, \$93,736,000;  
LPD-17 Amphibious Transport Dock Ship Program, \$82,000,000;  
New SSN, \$135,800,000;

Under the heading, "Shipbuilding and Conversion, Navy, 2000/03":

DDG-51 Destroyer Program, \$51,724,000;  
LPD-17 Amphibious Transport Dock Ship Program, \$187,000,000;  
Under the heading, "Shipbuilding and Conversion, Navy, 2001/03":

DDG-51 Destroyer Program, \$63,976,000; and  
Under the heading, "Shipbuilding and Conversion, Navy, 2002/03":

DDG-51 Destroyer Program, \$98,000,000.]

SEC. [8102] 8054. The Secretary of the Navy may settle, or compromise, and pay any and all admiralty claims under 10 U.S.C. 7622 arising out of the collision involving the U.S.S. GREENEVILLE and the EHIME MARU, in any amount and without regard to the monetary limitations in subsections (a) and (b) of that section: *Provided*, That such payments shall be made from funds available to the Department of the Navy for operation and maintenance.

[SEC. 8103. The total amount appropriated in title II of this Act is hereby reduced by \$97,000,000, to reflect savings attributable to improved supervision in determining appropriate purchases to be made using the Government purchase card, to be derived as follows:

"Operation and Maintenance, Army", \$24,000,000;  
"Operation and Maintenance, Navy", \$29,000,000;  
"Operation and Maintenance, Marine Corps", \$3,000,000;  
"Operation and Maintenance, Air Force", \$27,000,000; and  
"Operation and Maintenance, Defense-Wide", \$14,000,000.]

[SEC. 8104. Funds provided for the current fiscal year or hereafter for Operation and maintenance for the Armed Forces may be used, notwithstanding any other provision of law, for the purchase of ultralightweight camouflage net systems as unit spares.]

## [(INCLUDING TRANSFER OF FUNDS)]

[SEC. 8105. During the current fiscal year and for fiscal years 2004 and 2005, notwithstanding any other provision of law, the Secretary of Defense may transfer not more than \$20,000,000 of unobligated balances remaining in a Research, Development, Test and Evaluation, Army appropriation account during the last fiscal year before the account closes under section 1552 of title 31 United States Code, to a current Research, Development, Test and Evaluation, Army appropriation account to be used only for the continuation of the Venture Capital Fund demonstration, as originally approved in Section 8150 of Public Law 107-117, to pursue high payoff technology and innovations in science and technology: *Provided*, That any such transfer shall be made not later than July 31 of each year: *Provided further*, That funds so transferred shall be merged with and shall be available for the same purposes and for the same time period as the appropriation to which transferred: *Provided further*, That the transfer authority provided in this section is in addition to any other transfer authority available to the Department of Defense: *Provided further*, That no funds for programs, projects, or activities designated as special congressional interest items in DD Form 1414 shall be eligible for transfer under the authority of this section: *Provided further*, That any unobligated balances transferred under this authority may be restored to the original appropriation if required to cover unexpected upward adjustments: *Provided further*, That the Secretary of the Army shall provide an annual report to the House and Senate Appropriations Committees no later than 15 days prior to the annual transfer of funds under authority of this section describing the sources and amounts of funds proposed to be transferred, summarizing the projects funded under this demonstration program (including the name and location of project sponsors) to date, a description of the major program accomplishments to date, and an overall assessment of the benefits of this demonstration program compared to the goals expressed in the legislative history accompanying Section 8150 of Public Law 107-117.]

SEC. [8106] 8055. Notwithstanding any other provision of law or regulation, the Secretary of Defense may exercise the provisions of 38 U.S.C. 7403(g) for occupations listed in 38 U.S.C. 7403(a)(2) as well as the following:

Pharmacists, Audiologists, and Dental Hygienists.

(A) The requirements of 38 U.S.C. 7403(g)(1)(A) shall apply.  
(B) The limitations of 38 U.S.C. 7403(g)(1)(B) shall not apply.

SEC. [8107] 8056. Funds appropriated by this Act, or made available by the transfer of funds in this Act, for intelligence activities are deemed to be specifically authorized by the Congress for purposes of section 504 of the National Security Act of 1947 (50 U.S.C. 414) during fiscal year [2003] 2004 until the enactment of the Intelligence Authorization Act for fiscal year [2003] 2004.

[SEC. 8108. In addition to funds made available elsewhere in this Act \$7,750,000 is hereby appropriated and shall remain available until expended to provide assistance, by grant or otherwise (such as, but not limited to, the provision of funds for repairs, maintenance, construction, and/or for the purchase of information technology, text books, teaching resources), to public schools that have unusually high concentrations of special needs military dependents enrolled: *Provided*, That in selecting school systems to receive such assistance, special consideration shall be given to school systems in States that are considered overseas assignments, and all schools within these school systems shall be eligible for assistance: *Provided further*, That up to \$2,000,000 shall be available for the Department of Defense to establish a non-profit trust fund to assist in the public-private funding of public school repair and maintenance projects, or provide directly to non-profit organizations who in return will use these monies to provide assistance in the form of repair, maintenance, or renovation to public school systems that have high concentrations of special needs military dependents and are located in States that are considered overseas assignments, and of which 2 percent shall be available to support the administration and execution of the funds: *Provided further*, That to the extent a federal agency provides this assistance, by contract, grant, or otherwise, it may accept and expend non-federal funds in combination with these federal funds to provide assistance for the authorized purpose, if the non-federal entity requests such assistance and the non-federal funds are provided on a reimbursable basis: *Provided further*, That \$2,750,000 shall be available for a grant to the Central Kitsap School District, Washington.]

[SEC. 8109. Notwithstanding any other provision in this Act, the total amount appropriated in this Act is hereby reduced by \$400,000,000, to reduce cost growth in information technology development, to be distributed as follows:

"Operation and Maintenance, Defense-Wide", \$19,500,000;  
"Other Procurement, Army", \$53,200,000;  
"Other Procurement, Navy", \$20,600,000;  
"Procurement, Marine Corps", \$3,400,000;  
"Other Procurement, Air Force", \$12,000,000;  
"Procurement, Defense-Wide", \$3,500,000;  
"Research, Development, Test and Evaluation, Army", \$17,700,000;  
"Research, Development, Test and Evaluation, Navy", \$25,600,000;  
"Research, Development, Test and Evaluation, Air Force", \$27,200,000;  
"Research, Development, Test and Evaluation, Defense-Wide", \$36,600,000;  
"Defense Working Capital Funds", \$148,600,000; and  
"Defense Health Program", \$32,100,000:

*Provided*, That these reductions shall be applied proportionally to each budget activity, activity group and subactivity group and each program, project, and activity within each appropriation account.]

[SEC. 8110. Notwithstanding section 1116(c) of title 10, United States Code, payments into the Department of Defense Medicare-Eligible Retiree Health Care Fund for fiscal year 2003 under section 1116(a) of such title shall be made from funds available in this Act for the pay of military personnel.]

SEC. [8111] 8057. None of the funds in this Act may be used to initiate a new start program without prior notification to the Office of Secretary of Defense and the congressional defense committees.

[SEC. 8112. The amount appropriated in title II of this Act is hereby reduced by \$120,000,000, to reflect Working Capital Fund cash balance and rate stabilization adjustments, to be derived as follows:

"Operation and Maintenance, Navy", \$120,000,000.]

[SEC. 8113. Notwithstanding any other provision in this Act, the total amount appropriated in this Act is hereby reduced by \$48,000,000, to reduce excess funded carryover, to be derived as follows:

"Operation and Maintenance, Army", \$48,000,000.]



【SEC. 8114. Of the amounts appropriated in title II of this Act, not less than \$1,000,000,000 is available for operations of the Department of Defense to prosecute the war on terrorism.】

【SEC. 8115. (a) In addition to the amounts provided elsewhere in this Act, the amount of \$3,400,000 is hereby appropriated to the Department of Defense for “Operation and Maintenance, Army National Guard”. Such amount shall be made available to the Secretary of the Army only to make a grant in the amount of \$3,400,000 to the entity specified in subsection (b) to facilitate access by veterans to opportunities for skilled employment in the construction industry.

(b) The entity referred to in subsection (a) is the Center for Military Recruitment, Assessment and Veterans Employment, a nonprofit labor-management co-operation committee provided for by section 302(c)(9) of the Labor-Management Relations Act, 1947 (29 U.S.C. 186(c)(9)), for the purposes set forth in section 6(b) of the Labor Management Cooperation Act of 1978 (29 U.S.C. 175a note).】

【SEC. 8116. (a) During the current fiscal year, funds available to the Secretary of a military department for Operation and Maintenance may be used for the purposes stated in subsection (b) to support chaplain-led programs to assist members of the Armed Forces and their immediate family members in building and maintaining a strong family structure.

(b) The purposes referred to in subsection (a) are costs of transportation, food, lodging, supplies, fees, and training materials for members of the Armed Forces and their family members while participating in such programs, including participation at retreats and conferences.】

【SEC. 8117. Section 8159 of the Department of Defense Appropriations Act, 2002 (division A of Public Law 107–117; 115 Stat. 2284), is revised as follows:

(1) in subsection (c) by inserting at the end of paragraph (1) the following new sentence: “Notwithstanding the provisions of Section 3324 of Title 31, United States Code, payment for the acquisition of leasehold interests under this section may be made for each annual term up to one year in advance.”.

(2) by adding the following paragraph (g):

“(g) Notwithstanding any other provision of law, any payments required for a lease entered into under this Section, or any payments made pursuant to subsection (c)(3) above, may be made from appropriations available for operation and maintenance or for lease or procurement of aircraft at the time that the lease takes effect; appropriations available for operation and maintenance or for lease or procurement of aircraft at the time that the payment is due; or funds appropriated for those payments.”.】

【SEC. 8118. (a) LIMITATION ON ADDITIONAL NMCI CONTRACT WORK STATIONS.—Notwithstanding section 814 of the Floyd D. Spence National Defense Authorization Act for Fiscal Year 2001 (as enacted into law by Public Law 106–398; 114 Stat. 1654A–215) or any other provision of law, the total number of work stations provided under the Navy-Marine Corps Intranet contract (as defined in subsection (i) of such section 814) may not exceed 160,000 work stations until the Under Secretary of Defense for Acquisition, Technology, and Logistics and the Chief Information Officer of the Department of Defense certify to the congressional defense committees that all of the conditions specified in subsection (b) have been satisfied.

(b) CONDITIONS.—The conditions referred to in subsection (a) are the following:

(1) The Commander of the Navy Operational Test and Evaluation Force conducts an operational assessment of the work stations that have been fully transitioned to the Navy-Marine Corps Intranet, as defined in the Test and Evaluation Strategy Plan for the Navy-Marine Corps Intranet approved on September 4, 2002.

(2) The results of the assessment are submitted to the Under Secretary of Defense for Acquisition, Technology, and Logistics and the Chief Information Officer of the Department of Defense, and they determine that the results of the assessment are acceptable.】

【SEC. 8119. None of the funds in this Act, excluding funds provided for advance procurement of fiscal year 2004 aircraft, may be obligated for acquisition of more than 16 F–22 aircraft until the Under Secretary of Defense for Acquisition, Technology, and Logistics has provided to the congressional defense committees:

(a) A formal risk assessment which identifies and characterizes the potential cost, technical, schedule or other significant risks resulting from increasing the F–22 procurement quantities prior to the conclusion of Dedicated Initial Operational Test and Evaluation (DIOT&E) of the aircraft: *Provided*, That such risk assessment shall evaluate, based on the best available current information: (1) the range of potential additional program costs (compared to the program

costs assumed in the President’s fiscal year 2003 budget) that could result from retrofit modifications to F–22 production aircraft that are placed under contract or delivered to the government prior to the conclusion of DIOT&E; and (2) a cost-benefit analysis comparing, in terms of unit cost and total program cost, the cost advantages of increasing aircraft production at this time to the potential cost of retrofitting production aircraft once DIOT&E has been completed; and

(b) Certification that increasing the F–22 production quantity for fiscal year 2003 beyond 16 airplanes involves lower risk and lower total program cost than staying at that quantity, or he submits a revised production plan, funding plan and test schedule.】

#### 【(INCLUDING TRANSFER OF FUNDS)】

【SEC. 8120. Section 305(a) of the Emergency Supplemental Act, 2002 (division B of Public Law 107–117; 115 Stat. 2300), is amended by adding at the end the following new sentences: “From amounts transferred to the Pentagon Reservation Maintenance Revolving Fund pursuant to the preceding sentence, not to exceed \$305,000,000 may be transferred to the Defense Emergency Response Fund, but only in amounts necessary to reimburse that fund (and the category of that fund designated as ‘Pentagon Repair/Upgrade’) for expenses charged to that fund (and that category) between September 11, 2001, and February 19, 2002, for reconstruction costs of the Pentagon Reservation. Funds transferred to the Defense Emergency Response Fund pursuant to this section shall be available only for reconstruction, recovery, force protection, or security enhancements for the Pentagon Reservation.”.】

【SEC. 8121. FINANCING AND FIELDING OF KEY ARMY CAPABILITIES. The Department of Defense and the Department of the Army shall make future budgetary and programming plans to fully finance the Non-Line of Sight (NLOS) Objective Force cannon and resupply vehicle program in order to field this system in the 2008 timeframe. As an interim capability to enhance Army lethality, survivability, and mobility for light and medium forces before complete fielding of the Objective Force, the Army shall ensure that budgetary and programmatic plans will provide for no fewer than six Stryker Brigade Combat Teams to be fielded between 2003 and 2008.】

【SEC. 8122. (a) MANAGEMENT OF CHEMICAL DEMILITARIZATION ACTIVITIES AT BLUEGRASS ARMY DEPOT, KENTUCKY.—If a technology other than the baseline incineration program is selected for the destruction of lethal chemical munitions pursuant to section 142 of the Strom Thurmond National Defense Authorization Act for Fiscal Year 1999 (Public Law 105–261; 50 U.S.C. 1521 note), the program manager for the Assembled Chemical Weapons Assessment shall be responsible for management of the construction, operation, and closure, and any contracting relating thereto, of chemical demilitarization activities at Bluegrass Army Depot, Kentucky, including management of the pilot-scale facility phase of the alternative technology.

(b) MANAGEMENT OF CHEMICAL DEMILITARIZATION ACTIVITIES AT PUEBLO DEPOT, COLORADO.—The program manager for the Assembled Chemical Weapons Assessment shall be responsible for management of the construction, operation, and closure, and any contracting relating thereto, of chemical demilitarization activities at Pueblo Army Depot, Colorado, including management of the pilot-scale facility phase of the alternative technology selected for the destruction of lethal chemical munitions.】

【SEC. 8123. Of the total amount appropriated pursuant to this Act for any selected component of the Department of Defense that the Director of the Office of Management and Budget determines shall require audited financial statements under subsection (c) of section 3515 of title 31, United States Code, not more than 99 percent may be expended until the Inspector General of the Department of Defense certifies to the Congress of the United States that the head of the affected agency has made a formal decision as to whether to audit vouchers of the agency pursuant to section 3521(b) of title 31, United States Code: *Provided*, That such certification shall include a written assessment of the agency head’s decision by the Inspector General.】

【SEC. 8124. Of the funds made available under the heading “Operation and Maintenance, Air Force”, \$8,000,000 shall be available to realign railroad track on Elmendorf Air Force Base and Fort Richardson.】

#### 【(TRANSFER OF FUNDS)】

【SEC. 8125. Upon enactment of this Act, the Secretary of the Navy shall make the following transfers of funds: *Provided*, That the amounts transferred shall be available for the same purpose as the

## [(TRANSFER OF FUNDS)]—Continued

appropriations to which transferred, and for the same time period as the appropriation from which transferred: *Provided further*, That the amounts shall be transferred between the following appropriations in the amount specified:

From:

Under the heading, “Shipbuilding and Conversion, Navy, 1994/2003”:

DDG-51 Destroyer program, \$7,900,000;  
LHD-1 Amphibious Assault Ship program, \$6,500,000;  
Oceanographic Ship program, \$3,416,000;  
Craft, outfitting, post delivery, first destination transportation, \$1,800,000;

Mine warfare command and control ship, \$604,000;

To:

Under the heading, “Shipbuilding and Conversion, Navy, 1999/2003”:

LPD-17 Amphibious Transport Dock Ship program, \$20,220,000.]

[SEC. 8126. Of the amounts appropriated in Public Law 107-206 under the heading “Defense Emergency Response Fund”, an amount up to the fair market value of the leasehold interest in adjacent properties necessary for the force protection requirements of Tooele Army Depot, Utah, may be made available to resolve any property disputes associated with Tooele Army Depot, Utah, and to acquire such leasehold interest as required: *Provided*, That none of these funds may be used to acquire fee title to the properties.]

[SEC. 8127. Up to \$3,000,000 of the funds appropriated under the heading “Operation and Maintenance, Navy” in this Act for the Pacific Missile Range Facility may be made available to contract for the repair, maintenance, and operation of adjacent off-base water, drainage, and flood control systems critical to base operations.]

[SEC. 8128. Of the total amount appropriated by this Act under the heading “Operation and Maintenance, Defense-Wide”, \$3,000,000 may be available for payments under section 363 of the Floyd D. Spence National Defense Authorization Act for Fiscal Year 2001 (as enacted into law by Public Law 106-398; 114 Stat. 1654A-77).]

[SEC. 8129. In addition to the amounts appropriated or otherwise made available in this Act, \$8,100,000, to remain available until September 30, 2003, is hereby appropriated to the Department of Defense: *Provided*, That the Secretary of Defense shall make grants in the amount of \$2,800,000 to the American Red Cross for Armed Forces Emergency Services; \$2,800,000 to the United Service Organizations, Incorporated; and \$2,500,000 to the Intrepid Sea-Air-Space Foundation.]

[SEC. 8130. None of the funds appropriated in this Act under the heading “Overseas Contingency Operations Transfer Fund” may be transferred or obligated for Department of Defense expenses not directly related to the conduct of overseas contingencies: *Provided*, That the Secretary of Defense shall submit a report no later than 30 days after the end of each fiscal quarter to the Committees on Appropriations of the Senate and House of Representatives that details any transfer of funds from the “Overseas Contingency Operations Transfer Fund”: *Provided further*, That the report shall explain any transfer for the maintenance of real property, pay of civilian personnel, base operations support, and weapon, vehicle or equipment maintenance.]

SEC. [8131] 8058. For purposes of section 1553(b) of title 31, United States Code, any subdivision of appropriations made in this Act under the heading “Shipbuilding and Conversion, Navy” shall be considered to be for the same purpose as any subdivision under the heading “Shipbuilding and Conversion, Navy” appropriations in any prior year, and the 1 percent limitation shall apply to the total amount of the appropriation.

[SEC. 8132. The budget of the President for fiscal year 2004 submitted to the Congress pursuant to section 1105 of title 31, United States Code, and each annual budget request thereafter, shall include separate budget justification documents for costs of United States Armed Forces’ participation in contingency operations for the Military Personnel accounts, the Overseas Contingency Operations Transfer Fund, the Operation and Maintenance accounts, and the Procurement accounts: *Provided*, That these budget justification documents shall include a description of the funding requested for each anticipated contingency operation, for each military service, to include active duty and Guard and Reserve components, and for each appropriation account: *Provided further*, That these documents shall include estimated costs for each element of expense or object class, a reconciliation of increases and decreases for ongoing contingency operations,

and programmatic data including, but not limited to troop strength for each active duty and Guard and Reserve component, and estimates of the major weapons systems deployed in support of each contingency: *Provided further*, That these documents shall include budget exhibits OP-5 and OP-32, as defined in the Department of Defense Financial Management Regulation, for the Overseas Contingency Operations Transfer Fund for fiscal years 2002 and 2003.]

[SEC. 8133. Notwithstanding any other provision in this Act, the total amount appropriated in this Act is hereby reduced by \$59,260,000, to reduce cost growth in travel, to be distributed as follows:

“Operation and Maintenance, Army”, \$14,000,000;

“Operation and Maintenance, Navy”, \$9,000,000;

“Operation and Maintenance, Marine Corps”, \$10,000,000;

“Operation and Maintenance, Air Force”, \$15,000,000; and

“Operation and Maintenance, Defense-Wide”, \$11,260,000.]

[SEC. 8134. None of the funds in this Act may be used for research, development, test, evaluation, procurement or deployment of nuclear armed interceptors of a missile defense system.]

## [(INCLUDING RESCISSIONS)]

[SEC. 8135. (a) The total amount appropriated or otherwise made available in titles II, III, and IV of this Act is hereby reduced by \$1,374,000,000 to reflect revised economic assumptions: *Provided*, That the Secretary of Defense shall allocate this reduction proportionately to each budget activity, activity group, subactivity group, and each program, project, and activity within each applicable appropriation account: *Provided further*, That appropriations made available in this Act for the pay and benefits of military personnel are exempt from reductions under this provision.

(b) Of the funds provided in the Department of Defense Appropriations Act, 2002, (division A of Public Law 107-117), \$300,000,000 are rescinded from amounts made available under titles III and IV of that Act: *Provided*, That the Secretary of Defense shall allocate this rescission proportionately by program, project, and activity.]

[SEC. 8136. During the current fiscal year, section 2533a(f) of Title 10, United States Code, shall not apply to any fish, shellfish, or seafood product. This section is applicable to contracts and subcontracts for the procurement of commercial items notwithstanding section 34 of the Office of Federal Procurement Policy Act (41 U.S.C. 430).]

[SEC. 8137. None of the funds appropriated by this Act may be used to convert the 939th Combat Search and Rescue Wing of the Air Force Reserve until the Secretary of the Air Force certifies to the Congress the following: (a) that a functionally comparable search and rescue capability is available in the 939th Search and Rescue Wing’s area of responsibility; (b) that any new aircraft assigned to the unit will comply with local environmental and noise standards; and (c) that the Air Force has developed a plan for the transition of personnel and manpower billets currently assigned to this unit.]

[SEC. 8138. NAVY DRY-DOCK AFDL-47 (a) REQUIREMENT FOR SALE.—Notwithstanding any other provision of law, the Secretary of the Navy shall sell the Navy Dry-dock AFDL-47, located in Charleston, South Carolina, to Detyens Shipyards, Inc., the current lessee of the dry-dock from the Navy.

(b) CONSIDERATION.—As consideration for the sale of the dry-dock under subsection (a), the Secretary shall receive an amount equal to the fair market value of the dry-dock at the time of the sale, as determined by the Secretary, taking into account amounts paid by, or due and owing from, the lessee.]

[SEC. 8139. From funds made available in this Act for the Office of Economic Adjustment under the heading “Operation and Maintenance, Defense-Wide”, \$100,000 shall be available for the elimination of asbestos at former Battery 204, Odiorne Point, New Hampshire.]

[SEC. 8140. The Secretary of Defense may, using amounts appropriated or otherwise made available by this Act, make a grant to the National D-Day Museum in the amount of \$3,000,000.]

[SEC. 8141. (a) PRELIMINARY STUDY AND ANALYSIS REQUIRED.—The Secretary of the Army shall carry out a preliminary engineering study and environmental analysis regarding the establishment of a connector road between United States Route 1 and Telegraph Road in the vicinity of Fort Belvoir, Virginia.

(b) FUNDING.—Of the amount appropriated by title II under the heading “OPERATION AND MAINTENANCE, ARMY”, up to \$5,000,000 may be available for the preliminary study and analysis required by subsection (a).]

[SEC. 8142. Of the amount appropriated by title V under the heading “NATIONAL DEFENSE SEALIFT FUND”, up to \$10,000,000 may be



available for implementing the recommendations resulting from the Navy's Non-Self Deployable Watercraft (NDSW) Study and the Joint Chiefs of Staff Focused Logistics Study, which are to determine the requirements of the Navy for providing lift support for mine warfare ships and other vessels.]

[SEC. 8143. (a) Congress finds that—

(1) the Medal of Honor is the highest award for valor in action against an enemy force which can be bestowed upon an individual serving in the Armed Forces of the United States;

(2) the Medal of Honor was established by Congress during the Civil War to recognize soldiers who had distinguished themselves by gallantry in action;

(3) the Medal of Honor was conceived by Senator James Grimes of the State of Iowa in 1861; and

(4) the Medal of Honor is the Nation's highest military honor, awarded for acts of personal bravery or self-sacrifice above and beyond the call of duty.

(b)(1) Chapter 9 of title 36, United States Code, is amended by adding at the end the following new section:

**“§ 903. Designation of Medal of Honor Flag**

“(a) DESIGNATION.—The Secretary of Defense shall design and designate a flag as the Medal of Honor Flag. In selecting the design for the flag, the Secretary shall consider designs submitted by the general public.

“(b) PRESENTATION.—The Medal of Honor Flag shall be presented as specified in sections 3755, 6257, and 8755 of title 10 and section 505 of title 14.”

(2) The table of sections at the beginning of such chapter is amended by adding at the end the following new item:

“903. Designation of Medal of Honor Flag.”

(c)(1)(A) Chapter 357 of title 10, United States Code, is amended by adding at the end the following new section:

**“§ 3755. Medal of honor: presentation of Medal of Honor Flag**

“The President shall provide for the presentation of the Medal of Honor Flag designated under section 903 of title 36 to each person to whom a medal of honor is awarded under section 3741 of this title after the date of the enactment of this section. Presentation of the flag shall be made at the same time as the presentation of the medal under section 3741 or 3752(a) of this title.”

(B) The table of sections at the beginning of such chapter is amended by adding at the end the following new item:

“3755. Medal of honor: presentation of Medal of Honor Flag.”

(2)(A) Chapter 567 of such title is amended by adding at the end the following new section:

**“§ 6257. Medal of honor: presentation of Medal of Honor Flag**

“The President shall provide for the presentation of the Medal of Honor Flag designated under section 903 of title 36 to each person to whom a medal of honor is awarded under section 6241 of this title after the date of the enactment of this section. Presentation of the flag shall be made at the same time as the presentation of the medal under section 6241 or 6250 of this title.”

(B) The table of sections at the beginning of such chapter is amended by adding at the end the following new item:

“6257. Medal of honor: presentation of Medal of Honor Flag.”

(3)(A) Chapter 857 of title 10, United States Code, is amended by adding at the end the following new section:

**“§ 8755. Medal of honor: presentation of Medal of Honor Flag**

“The President shall provide for the presentation of the Medal of Honor Flag designated under section 903 of title 36 to each person to whom a medal of honor is awarded under section 8741 of this title after the date of the enactment of this section. Presentation of the flag shall be made at the same time as the presentation of the medal under section 8741 or 8752(a) of this title.”

(B) The table of sections at the beginning of such chapter is amended by adding at the end the following new item:

“8755. Medal of honor: presentation of Medal of Honor Flag.”

(4)(A) Chapter 13 of title 14, United States Code, is amended by inserting after section 504 the following new section:

**“§ 505. Medal of honor: presentation of Medal of Honor Flag**

“The President shall provide for the presentation of the Medal of Honor Flag designated under section 903 of title 36 to each person to whom a medal of honor is awarded under section 491 of this title after the date of the enactment of this section. Presentation of the flag shall be made at the same time as the presentation of the medal under section 491 or 498 of this title.”

(B) The table of sections at the beginning of such chapter is amended by inserting after the item relating to section 504 the following new item:

“505. Medal of honor: presentation of Medal of Honor Flag.”

(d) The President shall provide for the presentation of the Medal of Honor Flag designated under section 903 of title 36, United States Code, as added by subsection (b), to each person awarded the Medal of Honor before the date of enactment of this Act who is living as of that date. Such presentation shall be made as expeditiously as possible after the date of the designation of the Medal of Honor Flag by the Secretary of Defense under such section.]

SEC. [8144] 8059. [(a) The conditions described in section 1305 of the National Defense Authorization Act for Fiscal Year 2000 (Public Law 106–65; 22 U.S.C. 5952 note) shall not apply to the obligation and expenditure of funds for fiscal years 2000, 2001, 2002 and 2003 for the planning, design, or construction of a chemical weapons destruction facility in Russia if the President submits to Congress a written certification that includes—

(1) a statement as to why waiving the conditions is important to the national security interests of the United States;

(2) a full and complete justification for exercising this waiver; and

(3) a plan to promote a full and accurate disclosure by Russia regarding the size, content, status, and location of its chemical weapons stockpile.

(b) EXPIRATION OF AUTHORITY.—The authority under paragraph (a) shall expire on September 30, 2003. [ (a) Section 1305 of the National Defense Authorization Act for Fiscal Year 2000 (Public Law 106–65; 22 U.S.C. 5952 note) is amended—

(1) by inserting “(a) LIMITATION—” before “No fiscal year”; and

(2) by adding the following new subsection at the end:

(b) WAIVER.—(1) The limitation in subsection (a) shall not apply to funds appropriated for Cooperative Threat Reduction programs for a fiscal year if the President submits to the Speaker of the House of Representatives and the President pro tempore of the Senate a written certification that the waiver of the limitation in such fiscal year is important to the national security of the United States.

(2) A certification under paragraph (1) for any fiscal year shall cover funds appropriated for Cooperative Threat Reduction programs for that fiscal year and all the preceding fiscal years beginning with fiscal year 2000.

(3) A certification under paragraph (1) shall include a full and complete justification for the waiver of the limitation in subsection (a) for the fiscal year covered by the certification.

[SEC. 8145. Effective as of August 2, 2002, the 2002 Supplemental Appropriations Act for Further Recovery From and Response To Terrorist Attacks on the United States (Public Law 107–206) is amended—

(1) in section 305(a) (116 Stat. 840), by striking “fiscal year 2002” and inserting “fiscal years 2002 and 2003”; and

(2) in section 309 (116 Stat. 841), by striking “of” after “instead”.]

[SEC. 8146. The Secretary of Defense may modify the grant made to the State of Maine pursuant to section 310 of the 2002 Supplemental Appropriations Act for Further Recovery From and Response To Terrorist Attacks on the United States (Public Law 107–206) such that the modified grant is for purposes of supporting community adjustment activities relating to the closure of the Naval Security Group Activity, Winter Harbor, Maine (the naval base on Schoodic Point, within Acadia National Park), and the reuse of such Activity, including reuse as a research and education center the activities of which may be consistent with the purposes of Acadia National Park, as determined by the Secretary of the Interior. The grant may be so modified not later than 60 days after the date of the enactment of this Act.]

[SEC. 8147. None of the funds appropriated by this Act may be used for leasing of transport/VIP aircraft under any contract entered into under any procurement procedures other than pursuant to the Competition and Contracting Act.]

[(INCLUDING RESCISSIONS)]—Continued

**“§ 505. Medal of honor: presentation of Medal of Honor Flag—Continued**

[SEC. 8148. (a) Funds appropriated by title II under the heading “Operation and Maintenance, Defense-Wide” may be used by the Military Community and Family Policy Office of the Department of Defense for the operation of multidisciplinary, impartial domestic violence fatality review teams of the Department of Defense that operate on a confidential basis.

(b) Of the total amount appropriated by title II under the heading “Operation and Maintenance, Defense-Wide”, \$5,000,000 may be used for an advocate of victims of domestic violence to provide confidential assistance to victims of domestic violence at military installations.

(c) Not later than June 30, 2003, the Secretary of Defense shall submit to the Congress a report on the implementation of the recommendations included in the reports submitted to the Secretary by the Defense Task Force on Domestic Violence.]

[SEC. 8149. (a) LIMITATION ON NUMBER OF GOVERNMENT CHARGE CARD ACCOUNTS DURING FISCAL YEAR 2003.—The total number of accounts for government purchase charge cards and government travel charge cards for Department of Defense personnel during fiscal year 2003 may not exceed 1,500,000 accounts.

(b) REQUIREMENT FOR CREDITWORTHINESS FOR ISSUANCE OF GOVERNMENT CHARGE CARD.—(1) The Secretary of Defense shall evaluate the creditworthiness of an individual before issuing the individual a government purchase charge card or government travel charge card.

(2) An individual may not be issued a government purchase charge card or government travel charge card if the individual is found not credit worthy as a result of the evaluation under paragraph (1).

(c) DISCIPLINARY ACTION FOR MISUSE OF GOVERNMENT CHARGE CARD.—(1) The Secretary shall establish guidelines and procedures for disciplinary actions to be taken against Department personnel for improper, fraudulent, or abusive use of government purchase charge cards and government travel charge cards.

(2) The guidelines and procedures under this subsection shall include appropriate disciplinary actions for use of charge cards for purposes, and at establishments, that are inconsistent with the official business of the Department or with applicable standards of conduct.

(3) The disciplinary actions under this subsection may include—

(A) the review of the security clearance of the individual involved; and

(B) the modification or revocation of such security clearance in light of the review.

(4) The guidelines and procedures under this subsection shall apply uniformly among the Armed Forces and among the elements of the Department.

(d) REPORT.—Not later than June 30, 2003, the Secretary shall submit to the congressional defense committees a report on the implementation of the requirements and limitations in this section, including the guidelines and procedures established under subsection (c).]

[SEC. 8150. Notwithstanding any provision of the Defense Base Closure and Realignment Act of 1990 (part A of title XXIX of Public Law 101–510; 10 U.S.C. 2687 note) or any other provision of law, the Secretary of the Navy shall transfer administrative jurisdiction of the portion of the former Charleston Naval Base, South Carolina, comprising a law enforcement training facility of the Department of Justice, together with any improvements thereon, to the head of the department of the Federal Government having jurisdiction of the Border Patrol as of the date of the transfer under this section.]

**[TITLE IX—COMMERCIAL REUSABLE IN-SPACE TRANSPORTATION]****[SEC. 901. SHORT TITLE.**

This title may be cited as the “Commercial Reusable In-Space Transportation Act of 2002”.]

**[SEC. 902. FINDINGS.**

Congress makes the following findings:

(1) It is in the national interest to encourage the production of cost-effective, in-space transportation systems, which would be built and operated by the private sector on a commercial basis.

(2) The use of reusable in-space transportation systems will enhance performance levels of in-space operations, enhance efficient and safe disposal of satellites at the end of their useful lives,

and increase the capability and reliability of existing ground-to-space launch vehicles.

(3) Commercial reusable in-space transportation systems will enhance the economic well-being and national security of the United States by reducing space operations costs for commercial and national space programs and by adding new space capabilities to space operations.

(4) Commercial reusable in-space transportation systems will provide new cost-effective space capabilities (including orbital transfers from low altitude orbits to high altitude orbits and return, the correction of erroneous satellite orbits, and the recovery, refurbishment, and refueling of satellites) and the provision of upper stage functions to increase ground-to-orbit launch vehicle payloads to geostationary and other high energy orbits.

(5) Commercial reusable in-space transportation systems can enhance and enable the space exploration of the United States by providing lower cost trajectory injection from earth orbit, transit trajectory control, and planet arrival deceleration to support potential National Aeronautics and Space Administration missions to Mars, Pluto, and other planets.

(6) Satellites stranded in erroneous earth orbit due to deficiencies in their launch represent substantial economic loss to the United States and present substantial concerns for the current backlog of national space assets.

(7) Commercial reusable in-space transportation systems can provide new options for alternative planning approaches and risk management to enhance the mission assurance of national space assets.

(8) Commercial reusable in-space transportation systems developed by the private sector can provide in-space transportation services to the National Aeronautics and Space Administration, the Department of Defense, the National Reconnaissance Office, and other agencies without the need for the United States to bear the cost of production of such systems.

(9) The availability of loan guarantees, with the cost of credit risk to the United States paid by the private-sector, is an effective means by which the United States can help qualifying private-sector companies secure otherwise unattainable private financing for the production of commercial reusable in-space transportation systems, while at the same time minimizing Government commitment and involvement in the development of such systems.]

**[SEC. 903. LOAN GUARANTEES FOR PRODUCTION OF COMMERCIAL REUSABLE IN-SPACE TRANSPORTATION.**

(a) AUTHORITY TO MAKE LOAN GUARANTEES.—The Secretary may guarantee loans made to eligible United States commercial providers for purposes of producing commercial reusable in-space transportation services or systems.

(b) ELIGIBLE UNITED STATES COMMERCIAL PROVIDERS.—The Secretary shall prescribe requirements for the eligibility of United States commercial providers for loan guarantees under this section. Such requirements shall ensure that eligible providers are financially capable of undertaking a loan guaranteed under this section.

(c) LIMITATION ON LOANS GUARANTEED.—The Secretary may not guarantee a loan for a United States commercial provider under this section unless the Secretary determines that credit would not otherwise be reasonably available at the time of the guarantee for the commercial reusable in-space transportation service or system to be produced utilizing the proceeds of the loan.

(d) CREDIT SUBSIDY.—

(1) COLLECTION REQUIRED.—The Secretary shall collect from each United States commercial provider receiving a loan guarantee under this section an amount equal to the amount, as determined by the Secretary, to cover the cost, as defined in section 502(5) of the Federal Credit Reform Act of 1990, of the loan guarantee.

(2) PERIODIC DISBURSEMENTS.—In the case of a loan guarantee in which proceeds of the loan are disbursed over time, the Secretary shall collect the amount required under this subsection on a pro rata basis, as determined by the Secretary, at the time of each disbursement.

(e) OTHER TERMS AND CONDITIONS.—

(1) PROHIBITION ON SUBORDINATION.—A loan guaranteed under this section may not be subordinated to another debt contracted by the United States commercial provider concerned, or to any other claims against such provider.

(2) RESTRICTION ON INCOME.—A loan guaranteed under this section may not—

(A) provide income which is excluded from gross income for purposes of chapter 1 of the Internal Revenue Code of 1986; or

(B) provide significant collateral or security, as determined by the Secretary, for other obligations the income from which is so excluded.

(3) **TREATMENT OF GUARANTEE.**—The guarantee of a loan under this section shall be conclusive evidence of the following:

(A) That the guarantee has been properly obtained.

(B) That the loan qualifies for the guarantee.

(C) That, but for fraud or material misrepresentation by the holder of the loan, the guarantee is valid, legal, and enforceable.

(4) **OTHER TERMS AND CONDITIONS.**—The Secretary may establish any other terms and conditions for a guarantee of a loan under this section, as the Secretary considers appropriate to protect the financial interests of the United States.

(f) **ENFORCEMENT OF RIGHTS.**—

(1) **IN GENERAL.**—The Attorney General may take any action the Attorney General considers appropriate to enforce any right accruing to the United States under a loan guarantee under this section.

(2) **FORBEARANCE.**—The Attorney General may, with the approval of the parties concerned, forbear from enforcing any right of the United States under a loan guaranteed under this section for the benefit of a United States commercial provider if such forbearance will not result in any cost, as defined in section 502(5) of the Federal Credit Reform Act of 1990, to the United States.

(3) **UTILIZATION OF PROPERTY.**—Notwithstanding any other provision of law and subject to the terms of a loan guaranteed under this section, upon the default of a United States commercial provider under the loan, the Secretary may, at the election of the Secretary—

(A) assume control of the physical asset financed by the loan; and

(B) complete, recondition, reconstruct, renovate, repair, maintain, operate, or sell the physical asset.

(g) **CREDIT INSTRUMENTS.**—

(1) **AUTHORITY TO ISSUE INSTRUMENTS.**—Notwithstanding any other provision of law, the Secretary may, subject to such terms and conditions as the Secretary considers appropriate, issue credit instruments to United States commercial providers of in-space transportation services or system, with the aggregate cost (as determined under the provisions of the Federal Credit Reform Act of 1990 (2 U.S.C. 661 et seq.)) of such instruments not to exceed \$1,500,000,000, but only to the extent that new budget authority to cover such costs is provided in subsequent appropriations Acts or authority is otherwise provided in subsequent appropriations Acts.

(2) **CREDIT SUBSIDY.**—The Secretary shall provide a credit subsidy for any credit instrument issued under this subsection in accordance with the provisions of the Federal Credit Reform Act of 1990.

(3) **CONSTRUCTION.**—The eligibility of a United States commercial provider of in-space transportation services or systems for a credit instrument under this subsection is in addition to any eligibility of such provider for a loan guarantee under other provisions of this section.】

## **[SEC. 904. DEFINITIONS.**

In this title:

(1) **SECRETARY.**—The term “Secretary” means the Secretary of Defense.

(2) **COMMERCIAL PROVIDER.**—The term “commercial provider” means any person or entity providing commercial reusable in-orbit space transportation services or systems, primary control of which is held by persons other than the Federal Government, a State or local government, or a foreign government.

(3) **IN-SPACE TRANSPORTATION SERVICES.**—The term “in-space transportation services” means operations and activities involved in the direct transportation or attempted transportation of a payload or object from one orbit to another by means of an in-space transportation vehicle.

(4) **IN-SPACE TRANSPORTATION SYSTEM.**—The term “in-space transportation system” means the space and ground elements, including in-space transportation vehicles and support space systems, and ground administration and control facilities and associated equipment, necessary for the provision of in-space transportation services.

(5) **IN-SPACE TRANSPORTATION VEHICLE.**—The term “in-space transportation vehicle” means a vehicle designed—

(A) to be based and operated in space;

(B) to transport various payloads or objects from one orbit to another orbit; and

(C) to be reusable and refueled in space.

(6) **UNITED STATES COMMERCIAL PROVIDER.**—The term “United States commercial provider” means any commercial provider organized under the laws of the United States that is more than 50 percent owned by United States nationals.】

*SEC. 8060. Notwithstanding section 2465 of title 10 U.S.C., the Secretary of the Navy may use funds appropriated in title II of this Act under the heading, “Operation and Maintenance, Navy,” to liquidate the expenses incurred for private security guard services performed at the Naval Support Unit, Saratoga Springs, New York by Burns International Security Services, Albany, New York in the amount of \$29,323.35, plus accrued interest, if any.*

*SEC. 8061. Funds available to the Department of Defense under the heading, “Research, Development, Test and Evaluation, Defense-Wide,” may be used to develop and field an initial set of missile defense capabilities, and such fielding shall be considered to be system development and demonstration for purposes of any law governing the development and production of a major defense acquisition program. The initial set of missile defense capabilities is defined as the “Block 04” Ballistic Missile Defense system funded in fiscal years 2004 and 2005. Subsequent blocks of missile defense capabilities shall be subject to existing laws governing development and production of major defense acquisition programs.*

*SEC. 8062. Upon a determination by the Milestone Decision Authority that such action is necessary to continue development efforts when additional development of an acquisition program is needed before procurement can begin, up to \$20,000,000 per acquisition program and up to a total \$250,000,000 may be transferred from procurement P-1 line items of Acquisition Category I, II, III, and IV of a Procurement appropriation to the corresponding R-1 line items of a Research, Development, Test and Evaluation appropriation for the purpose of continuing development efforts: Provided, That upon a determination that all or part of the funds transferred under this section are not necessary for the purposes provided herein, such amounts may be transferred back to a Procurement appropriation for the purpose of beginning procurement of the acquisition program for which funds were transferred under this section.*

*SEC. 8063. Of the amounts provided in title II of this Act under the heading, “Operation and Maintenance, Defense-Wide,” \$20,000,000 is available for the Regional Defense Counter-terrorism Fellowship Program, to fund the education and training of foreign military officers, ministry of defense civilians, and other foreign security officials, to include United States military officers and civilian officials whose participation directly contributes to the education and training of these foreign students.*

*SEC. 8064. (a) Section 1115(c) of title 10, United States Code, is amended by adding at the end the following new paragraph:*

*“(6) In determining single level dollar amounts in subparagraphs (1)(A) and (1)(B), the Secretary of Defense may, if the Secretary determines that it would produce a more accurate and appropriate actuarial valuation, determine a separate single level dollar amount under either or both subparagraphs for any individual participating uniformed service. If the Secretary makes any such determination, the Secretary (or in the case of a participating uniformed service under the jurisdiction of another administering Secretary, the administering Secretary concerned) shall make corresponding calculations under section 1116(a) of this title for the contributions applicable to the affected uniformed services.”*

*SEC. 8065. Section 721 of the Floyd D. Spence National Defense Authorization Act for fiscal year 2001 (as enacted into law by Public Law 106-398, and as amended by Public Law 107-107), is hereby repealed. (Department of Defense Appropriations Act, 2003.)*

## **GENERAL PROVISIONS—MILITARY CONSTRUCTION**

**SEC. 101.** None of the funds appropriated in Military Construction Appropriations Acts shall be expended for payments under a cost-plus-a-fixed-fee contract for construction, where cost estimates exceed \$25,000, to be performed within the United States, except Alaska, without the specific approval in writing of the Secretary of Defense setting forth the reasons therefor.

**SEC. 102.** Funds appropriated to the Department of Defense for construction shall be available for hire of passenger motor vehicles.

SEC. 103. Funds appropriated to the Department of Defense for construction may be used for advances to the Federal Highway Administration, Department of Transportation, for the construction of access roads as authorized by section 210 of title 23, United States Code, when projects authorized therein are certified as important to the national defense by the Secretary of Defense.

SEC. 104. None of the funds appropriated in this Act may be used to begin construction of new bases inside the continental United States for which specific appropriations have not been made.

SEC. 105. No part of the funds provided in Military Construction Appropriations Acts shall be used for purchase of land or land easements in excess of 100 percent of the value as determined by the Army Corps of Engineers or the Naval Facilities Engineering Command, except: (1) where there is a determination of value by a Federal court; (2) purchases negotiated by the Attorney General or his designee; (3) where the estimated value is less than \$25,000; or (4) as otherwise determined by the Secretary of Defense to be in the public interest.

SEC. 106. None of the funds appropriated in Military Construction Appropriations Acts shall be used to: (1) acquire land; (2) provide for site preparation; or (3) install utilities for any family housing, except housing for which funds have been made available in annual Military Construction Appropriations Acts.

SEC. 107. None of the funds appropriated in Military Construction Appropriations Acts for minor construction may be used to transfer or relocate any activity from one base or installation to another, without prior notification to the Committees on Appropriations.

SEC. 108. No part of the funds appropriated in Military Construction Appropriations Acts may be used to the procurement of steel for any construction project or activity for which American steel producers, fabricators, and manufacturers have been denied the opportunity to compete for such steel procurement.

SEC. 109. None of the funds available to the Department of Defense for military construction or family housing during the current fiscal year may be used to pay real property taxes in any foreign nation.

SEC. 110. None of the funds appropriated in Military Construction Appropriations Acts may be used to initiate a new installation overseas without prior notification to the Committees on Appropriations.

[SEC. 111. None of the funds appropriated in Military Construction Appropriations Acts may be obligated for architect and engineer contracts estimated by the Government to exceed \$500,000 for projects to be accomplished in Japan, in any NATO member country, or in countries bordering the Arabian Sea, unless such contracts are awarded to United States firms or United States firms in joint venture with host nation firms.]

SEC. [112] 111. None of the funds appropriated in Military Construction Appropriations Acts for military construction in the United States territories and possessions in the Pacific and on Kwajalein Atoll, or in countries bordering the Arabian Sea, may be used to award any contract estimated by the Government to exceed \$1,000,000 to a foreign contractor: *Provided*, That this section shall not be applicable to contract awards for which the lowest responsive and responsible bid of a United States contractor exceeds the lowest responsive and responsible bid of a foreign contractor by greater than 20 percent: *Provided further*, That this section shall not apply to contract awards for military construction on Kwajalein Atoll for which the lowest responsive and responsible bid is submitted by a Marshallese contractor.

SEC. [113. The Secretary of Defense is to inform the appropriate committees of Congress, including the Committees on Appropriations, of the plans and scope of any proposed military exercise involving United States personnel 30 days prior to its occurring, if amounts expended for construction, either temporary or permanent, are anticipated to exceed \$100,000.]

SEC. [114] 112. Not more than 20 percent of the appropriations in Military Construction Appropriations Acts which are limited for obligation during the current fiscal year shall be obligated during the last 2 months of the fiscal year.

(TRANSFER OF FUNDS)

SEC. [115] 113. Funds appropriated to the Department of Defense for construction in prior years shall be available for construction authorized for each such military department by the authorizations enacted into law during the current session of Congress.

SEC. [116] 114. For military construction or family housing projects that are being completed with funds otherwise expired or lapsed for obligation, expired or lapsed funds may be used to pay the cost

of associated supervision, inspection, overhead, engineering and design on those projects and on subsequent claims, if any.

SEC. [117] 115. Notwithstanding any other provision of law, any funds appropriated to a military department or defense agency for the construction of military projects may be obligated for a military construction project or contract, or for any portion of such a project or contract, at any time before the end of the fourth fiscal year after the fiscal year for which funds for such project were appropriated if the funds obligated for such project: (1) are obligated from funds available for military construction projects; and (2) do not exceed the amount appropriated for such project, plus any amount by which the cost of such project is increased pursuant to law.

(TRANSFER OF FUNDS)

SEC. [118] 116. During the 5-year period after appropriations available to the Department of Defense for military construction and family housing operation and maintenance and construction have expired for obligation, upon a determination that such appropriations will not be necessary for the liquidation of obligations or for making authorized adjustments to such appropriations for obligations incurred during the period of availability of such appropriations, unobligated balances of such appropriations may be transferred into the appropriation "Foreign Currency Fluctuations, Construction, Defense" to be merged with and to be available for the same time period and for the same purposes as the appropriation to which transferred.

[SEC. 119. The Secretary of Defense is to provide the Committees on Appropriations of the Senate and the House of Representatives with an annual report by February 15, containing details of the specific actions proposed to be taken by the Department of Defense during the current fiscal year to encourage other member nations of the North Atlantic Treaty Organization, Japan, Korea, and United States allies bordering the Arabian Sea to assume a greater share of the common defense burden of such nations and the United States.]

(TRANSFER OF FUNDS)

SEC. [120] 117. During the current fiscal year, in addition to any other transfer authority available to the Department of Defense, proceeds deposited to the Department of Defense Base Closure Account established by section 207(a)(1) of the Defense Authorization Amendments and Base Closure and Realignment Act (Public Law 100-526) pursuant to section 207(a)(2)(C) of such Act, may be transferred to the account established by section 2906(a)(1) of the Department of Defense Authorization Act, 1991, to be merged with, and to be available for the same purposes and the same time period as that account.

[SEC. 121. (a) No funds appropriated pursuant to this Act may be expended by an entity unless the entity agrees that in expending the assistance the entity will comply with sections 2 through 4 of the Act of March 3, 1933 (41 U.S.C. 10a-10c, popularly known as the "Buy American Act").

(b) No funds made available under this Act shall be made available to any person or entity who has been convicted of violating the Act of March 3, 1933 (41 U.S.C. 10a-10c, popularly known as the "Buy American Act").]

[SEC. 122. (a) In the case of any equipment or products that may be authorized to be purchased with financial assistance provided under this Act, it is the sense of the Congress that entities receiving such assistance should, in expending the assistance, purchase only American-made equipment and products.

(b) In providing financial assistance under this Act, the Secretary of the Treasury shall provide to each recipient of the assistance a notice describing the statement made in subsection (a) by the Congress.]

(TRANSFER OF FUNDS)

SEC. [123] 118. Subject to 30 days prior notification to the Committees on Appropriations, such additional amounts as may be determined by the Secretary of Defense may be transferred to the Department of Defense Family Housing Improvement Fund from amounts appropriated for construction in "Family Housing" accounts, to be merged with and to be available for the same purposes and for the same period of time as amounts appropriated directly to the Fund: *Provided*, That appropriations made available to the Fund shall be available to cover the costs, as defined in section 502(5) of the Congressional Budget Act of 1974, of direct loans or loan guarantees issued by the Department of Defense pursuant to the provisions of subchapter IV of chapter 169, title 10, United States

Code, pertaining to alternative means of acquiring and improving military family housing and supporting facilities.

[SEC. 124. None of the funds appropriated or made available by this Act may be obligated for Partnership for Peace Programs in the New Independent States of the former Soviet Union.]

[SEC. 125. (a) Not later than 60 days before issuing any solicitation for a contract with the private sector for military family housing the Secretary of the military department concerned shall submit to the congressional defense committees the notice described in subsection (b).

(b)(1) A notice referred to in subsection (a) is a notice of any guarantee (including the making of mortgage or rental payments) proposed to be made by the Secretary to the private party under the contract involved in the event of—

(A) the closure or realignment of the installation for which housing is provided under the contract;

(B) a reduction in force of units stationed at such installation; or

(C) the extended deployment overseas of units stationed at such installation.

(2) Each notice under this subsection shall specify the nature of the guarantee involved and assess the extent and likelihood, if any, of the liability of the Federal Government with respect to the guarantee.

(c) In this section, the term “congressional defense committees” means the following:

(1) The Committee on Armed Services and the Military Construction Subcommittee, Committee on Appropriations of the Senate.

(2) The Committee on Armed Services and the Military Construction Subcommittee, Committee on Appropriations of the House of Representatives.]

(TRANSFER OF FUNDS)

SEC. [126] 119. During the current fiscal year, in addition to any other transfer authority available to the Department of Defense, amounts may be transferred from the account established by section 2906(a)(1) of the Department of Defense Authorization Act, 1991, to the fund established by section 1013(d) of the Demonstration Cities and Metropolitan Development Act of 1966 (42 U.S.C. 3374) to pay for expenses associated with the Homeowners Assistance Program. Any amounts transferred shall be merged with and be available for the same purposes and for the same time period as the fund to which transferred.

SEC. [127] 120. Notwithstanding this or any other provision of law, funds appropriated in Military Construction Appropriations Acts for operations and maintenance of family housing shall be the exclusive source of funds for repair and maintenance of all family housing units, including general or flag officer quarters: *Provided*, That not more than \$35,000 per unit may be spent annually for the maintenance and repair of any general or flag officer quarters without 30 days advance prior notification to the appropriate committees of Congress, except that [an after-the-fact notification shall be submitted if the limitation is exceeded solely due to costs associated with environmental remediation that could not be reasonably anticipated at the time of the budget submission: *Provided further*, That the Under Secretary of Defense (Comptroller) is to report annually to the Committees on Appropriations all operations and maintenance expenditures for each individual general or flag officer quarters for the prior

fiscal year] *costs identified in sections 2825(b)(3) and 2853(d)(2) of title 10, United States Code are not subject to such limitation: Provided further, That nothing herein precludes the Secretary concerned from using funds pursuant to 10 U.S.C. 2601.*

[SEC. 128. Notwithstanding any other provision of law, the Secretary of the Navy is authorized to use funds received pursuant to section 2601 of title 10, United States Code, for the construction, improvement, repair, and maintenance of the historic residences located at Marine Corps Barracks, 8th and I Streets, Washington, D.C.: *Provided*, That the Secretary notifies the appropriate committees of Congress 30 days in advance of the intended use of such funds: *Provided further*, That this section remains effective until September 30, 2004.]

[SEC. 129. None of the funds made available in this Act may be transferred to any department, agency, or instrumentality of the United States Government, except pursuant to a transfer made by, or transfer authority provided in, this Act or any other appropriation Act].

[SEC. 130. Amounts appropriated for a military construction project at Camp Kyle, Korea, relating to construction of a physical fitness center, as authorized by section 8160 of the Department of Defense Appropriations Act, 2000 (Public Law 106–79; 113 Stat. 1274), shall be available instead for a similar project at Camp Bonifas, Korea.]

[SEC. 131. (a) REQUESTS FOR FUNDS FOR ENVIRONMENTAL RESTORATION AT BRAC SITES IN FUTURE FISCAL YEARS.—In the budget justification materials submitted to Congress in support of the Department of Defense budget for any fiscal year after fiscal year 2003, the amount requested for environmental restoration, waste management, and environmental compliance activities in such fiscal year with respect to military installations approved for closure or realignment under the base closure laws shall accurately reflect the anticipated cost of such activities in such fiscal year.

(b) BASE CLOSURE LAWS DEFINED.—In this section, the term “base closure laws” means the following:

(1) Section 2687 of title 10, United States Code.

(2) The Defense Base Closure and Realignment Act of 1990 (part A of title XXIX of Public Law 101–510; 10 U.S.C. 2687 note).

(3) Title II of the Defense Authorization Amendments and Base Closure and Realignment Act (Public Law 100–526; 10 U.S.C. 2687 note).]

SEC. 121. *Such additional amounts as may be determined by the Secretary of Defense under subsection (b) of section 2883a of title 10, United States Code, may be transferred from appropriations available for support of military family housing for the armed force concerned to appropriations available for pay and allowances of military personnel of that same armed force, to be merged with and to be available for the same purposes and for the same period of time as the account to which transferred.*

SEC. 122. *Of the amount appropriated under the heading “Military Construction, Air Force” in the Military Construction Appropriations Act, 2003 (Public Law 107–249), \$15,000,000 may be transferred to the Department of the Interior, United States Fish and Wildlife Service, in complete satisfaction of the obligations of the Department of the Air Force under the provisions of section 3011(b)(5)(F) of the National Defense Authorization Act for Fiscal Year 2000 (Public Law 106–65). (Military Construction Appropriations Act, 2003.)*

